

PROCEEDINGS OF THE COMMON COUNCIL  
IN SPECIAL SESSION  
TUESDAY, FEBRUARY 17 1981

CITY OF FORT WAYNE, INDIANA  
JOURNAL OF THE PROCEEDINGS  
OF THE COMMON COUNCIL

THE COMMON COUNCIL OF THE CITY OF FORT WAYNE MET IN THE  
COUNCIL CHAMBERS Tuesday EVENING February 17 A.D., 1981,  
IN Special SESSION. PRESIDENT John Nuckols  
IN THE CHAIR, AND Charles W. Westerman CLERK, AT THE DESK,  
PRESENT THE FOLLOWING MEMBERS VIZ:

BURNS X, EISBART X, GiaQUINTA X,  
NUCKOLS X, SCHMIDT, D. X, SCHMIDT, V. X,  
SCHOMBURG X, STIER X, TALARICO X,  
ABSENT \_\_\_\_\_

COUNCILMAN \_\_\_\_\_,  
\_\_\_\_\_, \_\_\_\_\_,  
\_\_\_\_\_, \_\_\_\_\_,

THE INVOCATION WAS GIVEN BY \_\_\_\_\_

RECEIVED REPORT FROM THE CITY CONTROLLER FOR THE MONTH OF  
\_\_\_\_\_, 19\_\_\_\_. MOTION MADE AND CARRIED THAT REPORT BE MADE  
A MATTER OF RECORD AND PLACED ON FILE.

THE MINUTES OF THE LAST REGULAR \_\_\_\_\_, 19\_\_\_\_,

\_\_\_\_\_, 19\_\_\_\_,

SPECIAL \_\_\_\_\_, 19\_\_\_\_,

SESSION HAVING BEEN DELIVERED TO THE COUNCIL, WERE, ON MOTION, APPROVED  
AND PUBLISHED.



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

office of the mayor

January 28, 1981

To the Common Council  
Fort Wayne, Indiana

Gentlemen and Mrs. Schmidt:

Today, January 28, 1981, I have approved the following ordinances passed by the Common Council at its regular meeting on January 27, 1981.

(Bill No. S-81-01-01)

SPECIAL ORDINANCE NO. S-28-81

AN ORDINANCE authorizing the City of Fort Wayne to issue its "Economic Development First Mortgage Revenue Bond ("Johnson Family Partnership") and approving other actions in respect thereto

(Bill No. S-81-01-02)

SPECIAL ORDINANCE NO. S-29-81

AN ORDINANCE approving Civil City Purchase Order No. 4-09423 with Glenbrook Dodge, Inc. for one vehicle for the Street Engineering Department

(Bill No. S-81-01-03)

SPECIAL ORDINANCE NO. S-30-81

AN ORDINANCE approving Civil City Purchase Order No. 4-09429 with DeHaven Chevrolet, Inc. for two vehicles for the Park Department

(Bill No. S-81-01-04)

SPECIAL ORDINANCE NO. S-31-81

AN ORDINANCE approving Civil City Purchase Order No. 4-09430 with Allen County Tractor Sales, Inc. for one vehicle to be used by the Park Department

(Bill No. R-81-01-05)  
RESOLUTION NO. R-02-81

A RESOLUTION approving Fort Wayne Redevelopment Commission's Resolution No. 80-96, "Declaratory Resolution - Amendment to Civic Center Renewal Project"

(Bill No. R-81-01-06)  
RESOLUTION NO. R-03-81

A RESOLUTION approving Fort Wayne Redevelopment Commission's Resolution No. 80-95 - Amendment to Declaratory Resolution No. 78-13 West Main Street Renewal Project Amended

(Bill NO. R-81-01-07)  
RESOLUTION NO. R-04-81

A RESOLUTION approving Fort Wayne Redevelopment Commission's Resolution No. 80-94 Amendment to Declaratory Resolution No. 77-38 Civic Center Renewal Project

(Bill No. R-81-01-29)  
RESOLUTION NO. R-05-81

A RESOLUTION welcoming home and honoring the fifty-two Americans imprisoned for 444 days in Iran

(Bill No. Z-80-11-08)  
ZONING MAP ORDINANCE NO Z-02-81

AN ORDINANCE amending the City of Fort Wayne Zoning Map Nos. N-27, 31 and 0-27, 31

(Bill No. G-80-11-11)  
GENERAL ORDINANCE NO. G-01-81

AN ORDINANCE amending the Thoroughfare Plan of the City Comprehensive ("Master") Plan by vacating a portion of an alley

(Bill No. R-80-11-12)  
DECLARATORY RESOLUTION No. R-06-81

A Resolution designating an "Urban Development Area" under IC. 6-1.1-12.1

(Bill No. S-81-01-13)  
SPECIAL ORDINANCE NO. S-32-81

AN ORDINANCE approving Change Order No. 1 in connection with the West Central Phase V project

(Bill No. S-81-01-14)  
SPECIAL ORDINANCE NO. S-33-81

AN ORDINANCE approving City Utilities Purchase Order No. 2591 with IBM Corporation for equipment for the Data Processing Department

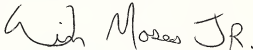
(Bill No. S-81-01-15)  
SPECIAL ORDINANCE NO. S-34-81

AN ORDINANCE approving City Utilities Purchase Order No. 9965B with Central Supply Company for fixtures for the Street Lighting Department

(Bill No. S-81-01-16)  
SPECIAL ORDINANCE NO. S-35-81

AN ORDINANCE approving Change Order No. 12 in connection with the Water Filtration Plant

Respectfully yours,

A handwritten signature in dark ink, appearing to read "Win Moses Jr.", with a stylized flourish at the end.

Win Moses, Jr.  
Mayor

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE DEC. 1980

FUND NUMBER & NAME	BEGINNING BALANCE	RECEIPT.	DISBURSEMENTS	BALANCE
010 - GENERAL FUND	(575,809.48)	2,933,120.01	1,822,090.18	535,220.35
119 - CETA	(83,771.18)	1,251,690.86	915,889.62	252,030.06
120 - AVIATION	94,604.80	229,295.00	165,215.73	158,774.07
121 - PARK GENERAL	89,082.85	413,424.45	409,974.09	92,533.21
123 - REDEVELOPMENT GENERAL	35,024.81	21,133.88	45,841.33	10,317.36
128 - MOTOR VEHICLE FUND	900,465.44	798,898.11	354,433.72	1,344,929.83
129- M.V.H.CAPITAL FUND	680,779.76	(680,779.76)	-----	-----
131 - E E O C	67,737.22	-----	7,357.86	60,379.36
132 - PARKING GARAGE	120,826.75	26,331.66	50,461.13	96,697.28
133 - M I E E O C	1,128.12	-----	-----	1,128.12
134 - REVENUE SHARING	1,647,735.09	7,402.20	503,891.54	1,151,245.75
135 - LAND - PUBLIC WORKS	-----	-----	-----	-----
146 - FINE ARTS	14,497.08	6,001.88	10,000.00	10,498.96
147 - ACCIDENT REPORT ACCT.	5,448.37	2,224.00	1,861.71	5,810.66
148 - TECH. SERVICE & PHOTO	1,387.55	135.50	-----	1,523.05
153 - LAW ENFORCEMENT	152.95	-----	-----	152.95
154 - FORT WAYNE FIREFIGHTERS	59,370.46	-----	2,868.25	56,502.21
160 - OMNIBUS CRIME	45,864.20	-----	5,146.46	40,717.74
164 - RIVERBANK FLOOD CONTROL	7,402.20	(7,402.20)	-----	-----
165 - JUNK CAR	12,083.04	5,300.00	661.76	16,721.28
166 - CATV	42,254.94	-----	-----	42,254.94

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE DEC.1980

FUND NUMBER & NAME	BEGINNING BALANCE	RECEIPT.	DISBURSEMENTS	BALANCE
167 - CORRECTION CENTER LAND	-----	-----	-----	-----
182- DOWNTOWN CIVIC CENTER	256.37	-----	256.37	-----
189 - C D B G	68,408.69	-----	-----	68,408.69
190 - TITLE #20	-----	-----	-----	-----
191 - FEDERAL REVOLVING	7,354.10	33,101.00	17,239.62	23,215.48
194 - E D A GRANT	29,836.21	-----	3,074.17	26,762.04
195 - COMMUNITY DEV. GRANT	(83,421.76)	250,115.00	404,916.42	(238,223.18)
196 - SENIOR CITIZEN CENTER	-----	-----	-----	-----
197 - RECREATIONAL SUPPORT PROG.	-----	-----	-----	-----
220 - AIRPORT IMP. BOND	-----	-----	-----	-----
226 - REDEVELOPMENT BOND	-----	387,168.24	-----	387,168.24
281 - ST. BOND RETIREMENT	153,971.95	53,914.29	-----	207,886.24
282 - PARKING SINKING FUND	1,248.79	58,373.94	-----	59,622.73
317 - IND R-51 PROJECT	7,561.03	1,065.00	945.00	7,681.03
319 - REDEVELOPMENT CDB	22,084.83	360,414.24	379,088.05	3,411.02
321 - AIRPORT BOND	8,945.66	1,841,604.17	1,816,539.96	34,009.87

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE DEC. 1980

FUND NUMBER & NAME	BEGINNING BALANCE	RECEIPT.	DISBURSEMENTS	BALANCE
330 - SEWER RELIEF	64,265.62	37,059.76	-----	101,325.38
333 - PUBLIC LIGHTING	148,774.95	27,197.44	19,027.86	156,944.53
338 - LOCAL ROAD & STREETS	1,037,333.70	77,064.29	144,147.11	970,250.88
344 - REDEVELOPMENT DIST CAPT.	45,486.38	175,628.88	200,120.97	20,994.29
345 - CUMM. CAPT.	354,982.25	41,520.55	19,113.50	377,389.30
355 - PARK CUMM. BLDG.	682.89	203,443.13	203,529.00	597.02
380 - 1975 STREET BOND CONSTRUCTION	22,545.95	-----	-----	22,545.95
382 - C.C.PARKING GARAGE CONST.	(35,213.67)	-----	299,420.00	(334.633.67)
401 - WORKERS COMP.	2,424.38	-----	-----	2,424.38
411 - CIVIL CITY PAYROLL	54,737.82	2,523,591.83	2,191,844.49	386,485.16
422 - PARK TRUST	7,479.33	341,546.39	320,787.34	28,238.38
424 - GENERAL TRUST	3,578.10	200.00	-----	3,778.10
425 - R-53 ADM. REV.	13,800.14	5,064.36	3,864.50	15,000.00
437 - HUMANE TRUST	18,717.62	2,382.31	6,690.21	14,409.72
439 - MUNICIPAL PENSION	10,659.55	6,522.13	6,522.13	10,659.55
440 - FIRE PENTION	83,710.76	210,729.56	159,108.22	135,332.10
441 - POLICE PENSION	82,641.87	224,365.83	175,157.52	131,850.18
442 - SOP PENSION	5,925.10	16,480.89	7,289.20	15,116.79

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## INVESTMENTS

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE: DEC. 1980

FUND NUMBER & NAME	BEGINNING BALANCE	MATURED	PURCHASED	BALANCE
120 - AVIATION	(1,250,000.00)	700,000.00	600,000.00	(1,150,000.00)
123 - REDEVELOPMENT - GENERAL	-----	-----	34,000.00	(34,000.00)
226 - REDEVELOPMENT DIST BOND	(248,983.34)	248,983.34	-----	-----
282 - PARKING GARAGE-SINKING FUND	(57,000.00)	57,000.00	-----	-----
317 - REDEVELOPMENT IND-R-51	(22,000.00)	-----	-----	(22,000.00)
319 - CBD REVITALIZATION	(350,000.00)	350,000.00	250,000.00	(250,000.00)
321 - AIRPORT IMP. BOND	(1,880,000.00)	1,800,000.00	1,450,000.00	(1,530,000.00)
338- LOCAL ROAD & STREETS	(12,000.00)	-----	-----	(12,000.00)
344 - REDEVELOPMENT DIST BOND	(131,016.66)	131,016.66	191,000.00	(191,000.00)
355 - PARK CUMM. CAPT.	(198,000.00)	198,000.00	175,000.00	(175,000.00)
382 - CIVIC CENTER PARKING GARAGE	-----	-----	-----	-----
422 - PARK TRUST	(310,000.00)	310,000.00	305,000.00	(305,000.00)
501 - WATER CONSTRUCTION	(4,400,000.00)	4,400,000.00	4,000,000.00	(4,000,000.00)
512 - UTILITIES - ELECTRIC	(2,150,000.00)	2,000,000.00	1,700,000.00	(1,850,000.00)
513 - UTILITIES - WATER	(3,500,000.00)	3,000,000.00	2,400,000.00	(2,900,000.00)
514 - UTILITIES- SEWER	(9,400,000.00)	6,800,000.00	6,100,000.00	(8,700,000.00)
999 - INVESTMENTS	(6,347,000.00)	8,097,000.00	7,245,000.00	(5,495,000.00)
TOTALS	30,256,000.00	28,092,000.00	24,450,000.00	(26,614,000.00)

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE JAN. 1981

FUND NUMBER & NAME	BEGINNING BALANCE	RECEIPT.	DISBURSEMENTS	BALANCE
010-- GENERAL FUND	535,220.35	325,993.35	1,566,616.86	(705,403.16)
119 - CETA	252,030.06	911,109.13	769,451.65	393,687.54
120 - AVIATION	158,774.07	721,729.90	794,199.21	86,304.76
121 - PARK GENERAL	92,533.21	33,145.34	249,945.63	(124,267.08)
123 - REDEVELOPMENG GENERAL	10,317.36	900.00	4,552.06	6,665.30
128 - M V H	1,344,929.83	177,642.23	140,752.16	1,381,819.90
129 - M V H CAPITAL FUND	-----	-----	-----	-----
131 - E.E.O.C.	60,379.36	17,226.75	3,699.21	73,906.90
132 - PARKING ADM.	96,697.28	51,790.01	26,808.40	121,678.89
133 - M I E O C	1,128.12	-----	-----	1,128.12
134 - REVENUE SHARING	1,151,245.75	492,471.00	69,369.74	1,574,347.01
138 - LOCAL ROAD AND STREETS	970,014.17	105,391.55	38,790.54	1,036,615.18
140 - FIRE PENSION	135,332.10	15,379.13	171,471.33	(20,760.10)
141 - POLICE PENSION	131,813.52	15,397.85	171,462.66	(24,251.29)
142 - SOP PENSION	15,116.79	-----	7,894.08	7,222.71
146 - FINE ARTS	10,498.96	-----	-----	10,498.96
147 - ACCIDENT REPORT ACCT.	5,810.66	2,032.50	-----	7,843.16
148 - TECH. SERVICE & PHOTO	1,523.05	259.00	-----	1,782.05
153 - LAW ENFORCEMENT	152.95	-----	-----	152.95
154 - FORT WAYNE FIREFIGHTERS	56,502.21	1,966.92	2,013.76	56,455.37

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

PAGE 2

FUND NUMBER & NAME	BEGINNING BALANCE	MATURED	PURCHASED	BALANCE
160 - OMNIBUS CRIME	40,717.74	7,132.26	6,406.10	41,443.90
164 - RIVERBANK FLOOD CONTROL	-----	-----	-----	-----
165 - JUNK CAR	16,721.28	270.00	1,013.60	15,977.68
166 - CATV	42,254.94	21,449.00	-----	63,703.94
182 - DOWNTOWN CIVIC CENTER	-----	-----	-----	-----
189 - C D B G	68,408.69	-----	-----	68,408.69
191 - FEDERAL REVOLVING	23,215.48	7,600.00	5,774.81	25,040.67
194 - E D A GRANT	26,762.04	-----	28,748.50	(1,986.46)
195 - COMMUNITY DEVELOPMENT GRANT	(238,223.18)	452,262.79	161,980.55	52,059.06
226 - REDEVELOPMENT BOND	387,168.24	-----	387,109.38	58.86
281 - STREET BOND RETIREMENT	207,886.24	-----	187,397.65	20,488.59
282 - PARKING GARAGE SINKING FUND	59,622.73	-----	35,605.00	24,017.73
317 - IND.R-51 PROJECT	7,681.03	-----	169.51	7,511.52
319 - REDEVELOPMENT CDB	3,411.02	177,679.69	173,193.68	7,897.03
321 - AIRPORT BOND	34,009.87	659,935.07	667,311.60	26,633.34
330 - SEWER RELIEF	101,325.38	-----	26,703.15	74,622.23
333 - PUBLIC LIGHTING	156,944.53	-----	37,370.11	119,574.42
344 - REDEVELOPMENT DIST.CAPT.	20,994.29	-----	5,333.00	15,661.29
345 - CUMULATIVE CAPT.	377,389.30	-----	263,550.48	113,838.82

## CITY CONTROLLER'S MONTHLY FINANCIAL STATEMENT

DATE JAN 1981

FUND NUMBER & NAME	BEGINNING BALANCE	RECEIPT.	DISBURSEMENTS	BALANCE
355 - PARK CUMMULATIVE	597.02	177,738.12	177,767.00	568.14
380 - 1975 STREET BOND CONSTRUCTION	22,545.95	-----	-----	22,545.95
382 - CITY PARKING GARAGE CONSTRUCTION	(334,633.67)	-----	246.00	(334,879.67)
401 - WORKERS COMP.	2,424.38	-----	-----	2,424.38
411 - CIVIL CITY PAYROLL	386,485.16	1,361,559.91		46,605.16
422 - PARK TRUST	28,238.38	1,718.68	9,165.13	20,791.93
424 - GENERAL TRUST	3,778.10	400.00	-----	4,178.10
425 - R-53 ADM.REV.	15,000.00	-----	1,883.33	13,116.67
437 - HUMANE TRUST	14,409.72	2,548.70	-----	16,958.42
439 - MUNICIPAL PENSION	10,659.55	13,044.26	13,044.26	10,659.55
463 - CETA PAYROLL	9.02	374,955.82	352,724.25	22,240.59
470 - NEW FIRE PENSION	6,853.38	-----	-----	6,853.38
471 - NEW POLICE PENSION	11,941.76	-----	-----	11,941.76
501-- WATER CONSTRUCTION	14,580.73	406,041.67	408,736.56	11,885.84
512 - UTILITIES - ELECTRIC	331,187.44	1,185,827.70	1,356,595.55	160,419.59
513 - UTILITIES - WATER	682,639.11	3,140,135.47	3,702,874.89	119,899.69
514 - UTILITIES, SEWER	734,563.68	2,743,417.39	3,471,147.06	6,834.01

DATE Jan. 1981

PAGE 4

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## INVESTMENTS

## CITY CONTROLLER'S FINANCIAL STATEMENT

FUND NUMBER AND NAME	BEGINNING BALANCE	MATURED	PURCHASED	ENDING BALANCE
120 - AVIATION :	(1,150,000.00)	600,000.00	600,000.00	(1,150,000.00)
123 - REDEVELOPMENT GENERAL	(34,000.00)	-----	-----	(34,000.00)
226 - REDEVELOPMENT DIST. BOND	-----	-----	-----	-----
282 - PARKING GARAGE SINKING FUND	-----	-----	-----	-----
317 - REDEVELOPMENT IND-R-51	(22,000.00)	-----	-----	(22,000.00)
319 - CBD REFITALIZATION	(250,000.00)	175,000.00	150,000.00	(225,000.00)
321 - AIRPORT IMP. BOND	(1,530,000.00)	650,000.00	300,000.00	(1,180,000.00)
138 - LOCAL ROAD & STS	(12,000.00)	-----	-----	(12,000.00)
344 - REDEVELOPMENT DIST. CAPT.	(191,000.00)-	-----	-----	(191,000.00)
355 - PARK CUMM. CAPT.	(175,000.00)	175,000.00	170,000.00	(170,000.00)
382 - CIVIC CENTER PARKING GARAGE -----	-----	-----	-----	-----
422 - PARK TRUST	(305,000.00)	-----	-----	(305,000.00)
501 - WATER CONSTRUCTION	(4,000,000.00)	400,000.00	150,000.00	(3,750,000.00)
512 - UTILITIES - ELECTRIC	(1,850,000.00)	850,000.00	900,000.00	(1,900,000.00)
513 - UTILITIES - WATER	(2,900,000.00)	2,400,000.00	1,950,000.00	(2,450,000.00)
514 - UTILITIES - SEWER	(8,700,000.00)	2,000,000.00	3,050,000.00	(9,750,000.00)
999 - INVESTMENTS	(5,495,000.00)	4,450,000.00	4,050,000.00	(5,095,000.00)
TOTALS	(26,614,000.00)	11,700,000.00	11,320,000.00	(26,234,000.00)



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

9 January 1981

### COMMUNICATIONS FROM THE CITY PLAN COMMISSION

The Common Council of the  
City of Fort Wayne  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:

Attached hereto is the recommendation of the City Plan Commission on one  
(1) ordinance concerning the vacation of a dedicated alley.

The proposed ordinance is designated as:

Bill No. G-80-12-32

Respectfully submitted,

CITY PLAN COMMISSION

Certified and signed this  
9th day of January 1981.

*Dennis J. Grotrian* *pb*  
Dennis J. Grotrian  
Secretary



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

9 January 1981

Members of the Common Council  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:

Attached hereto is a copy of a resolution pertaining to one (1) alley vacation ordinance acted upon by the City Plan Commission at their regular meeting held January 26, 1981. In addition to the reasons outlined in the resolution, the following are additional remarks pertaining to the ordinance involved.

1. Bill No. G-80-12-32
2. Intended Use: Facilitate construction of botanical gardens/conservatory.
3. Plan Commission Recommendation: DO PASS

If there are any questions with regard to this ordinance, please feel free to call on us.

Respectfully submitted,

COMMUNITY DEVELOPMENT & PLANNING

  
Gary F. Baeten  
Senior Planner

GFB:pb



AN APPEAL TO VACATE A PORTION,  
 , OF A PUBLIC ALLEY FOR CONSTRUCTION  
 OF A BOTANICAL GARDENS-CONSERVATORY.

BILL NO. *G-80-12-32*

MAP NO. M-6, M-2

DATE: 9-16-80



R E S O L U T I O N

WHEREAS, the FORT WAYNE REDEVELOPMENT COMMISSION has petitioned and requested the Fort Wayne City Plan Commission to hold a public hearing upon the vacation of the following public alley situated in Fort Wayne, Allen County, to-wit:

A portion of the North-South public alley in the West part of Hanna's Addition to the City of Fort Wayne, Allen County, Indiana, said portion all lying between Lot 391 and 392, according to the plat thereof recorded in plat record book "0" page 17, in the Office of the Recorder of Allen County, Indiana described as follows: Beginning at the northwest corner of said Lot 391; thence South a distance of 124.50 feet to the North right-of-way line of Lewis Street; thence Northwesterly 78 degrees 38 minutes 49 seconds along the North right-of-way line of Lewis Street a measured distance of 10.22 feet; thence North 101 degrees 14 minutes 46 seconds East a distance of 122.5 feet along the East line of Lot 392 to the South line of the East-West public alley; thence East 90 degrees 00 minutes 00 seconds along the South line of the East-West public alley a distance of 10.00 feet to the point of beginning, containing 12.35 square feet, more or less

all in accordance with the terms of Section 44, Chapter 174 of the Acts of 1947, of the General Assembly of the State of Indiana, as amended by Section 3 of Chapter 385 of the Acts of 1963 of the General Assembly of the State of Indiana, Indiana Code, Section 18 7 5 46.

WHEREAS, notice of such public hearing has been given by due and proper publication thereof; and,

WHEREAS, said public hearing was held on January 19, 1981, at 7:00 P.M., and at such hearing there were no objections of any kind or character which should prevent the vacation of said public alley.

WHEREAS, said vacation of the alley has been routed through the following departments: Street Engineering, Traffic Engineering, Water Engineering, Water Pollution Control Engineering, Street Light Engineering, Park Board and through the Public Utility Companies.

NOW THEREFORE, BE IT RESOLVED by the Fort Wayne City Plan Commission that the vacation of said alley hereinbefore described conforms to the general policy pattern of development set out in the Master Plan of the City of Fort Wayne, Indiana;

BE IT FURTHER RESOLVED by the Fort Wayne City Plan Commission that the vacation of said public alley or part hereinbefore described be and the same is hereby approved.

BE IT FURTHER RESOLVED no public utility occupying and using said public alley or part thereof for the vacation and operation of its utility facilities shall be deprived of said use on account of these proceedings unless any said utility shall file a written consent to said vacation.

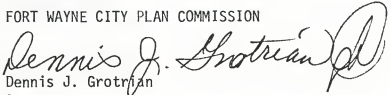
BE IT FURTHER RESOLVED that the action of the Fort Wayne City Plan Commission be forwarded to the proper governing body having jurisdiction of the vacation of the alley in Allen County, Indiana.

STATE OF INDIANA )  
                          ) SS:  
COUNTY OF ALLEN )

I, Dennis J. Grotrian, Secretary of the Fort Wayne City Plan Commission, do hereby certify that attached is a full, true and correct copy of a resolution adopted by the Fort Wayne City Plan Commission following a public hearing of said Commission held January 26, 1981, and as the same appears of record in the official records of said Plan Commission.

DATED THIS 9th DAY OF January, 1981

FORT WAYNE CITY PLAN COMMISSION

  
Dennis J. Grotrian  
Secretary

70-110-7 2/4/81

RESOLUTION 70-110-7

WHEREAS, the FORT WAYNE REDEVELOPMENT COMMISSION has petitioned and requested the Fort Wayne City Plan Commission to hold a public hearing upon the vacation of the following public alley situated in Fort Wayne, Allen County, to-wit:

A portion of the North-South public alley in the West part of Hanna's Addition to the City of Fort Wayne, Allen County, Indiana, said portion all lying between Lot 391 and 392, according to the plat thereof recorded in plat record book "O" page 17, in the Office of the Recorder of Allen County, Indiana described as follows: Beginning at the northwest corner of said Lot 391; thence South a distance of 124.50 feet to the North right-of-way line of Lewis Street; thence Northwesterly 78 degrees 38 minutes 49 seconds along the North right-of-way line of Lewis Street a measured distance of 10.22 feet; thence North 101 degrees 14 minutes 46 seconds East a distance of 122.5 feet along the East line of Lot 392 to the South line of the East-West public alley; thence East 90 degrees 00 minutes 00 seconds along the South line of the East-West public alley a distance of 10.00 feet to the point of beginning, containing 12.35 square feet, more or less

all in accordance with the terms of Section 44, Chapter 174 of the Acts of the 1947, of the General Assembly of the State of Indiana, as amended by Section 3 of Chapter 385 of the Acts of the General Assembly of the State of Indiana, Indiana Code Section 18-7-5-46; and,

WHEREAS, notice of such public hearing has been given by due and proper publication thereof;

WHEREAS, said vacation of public alley has been routed through the following departments: Street Engineering, Traffic Engineering, Water Engineering, Water Pollution Control Engineering, Electrical Engineering, Park Board and through the Public Utility Companies.

NOW THEREFORE, BE IT RESOLVED by the Fort Wayne Board of Public Works that the vacation of said public alley hereinbefore described conforms to the general policy and pattern of development set out in the Master Plan of the City of Fort Wayne, Indiana.

BE IT FURTHER RESOLVED by the Board of Public Works that the vacation of said public alley hereinbefore described be and the same is hereby approved subject to easements as required by all public utilities occupying and using said public alley or part thereof for the vacation and operation of its utility facilities shall not be deprived of said use on account of these proceedings unless any said utilities shall file a written consent to said vacation.

STATE OF INDIANA )  
COUNTY OF ALLEN ) SS:

I, Mark L. Akers, Chairman of the Board of Public Works, do hereby certify that attached is a full, true and correct copy of a resolution adopted by the Fort Wayne Board of Works at their meeting held February 4, 1981 and as same appears of record in the official records of said Board of Public Works.

DATED THIS 4<sup>th</sup> DAY OF February 1981

FORT WAYNE BOARD OF PUBLIC WORKS

Mark L. Akers, Chairman

Herbert R. Gamache, Member

Roberta Anderson-Staten



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

12 February 1981

### COMMUNICATIONS FROM THE CITY PLAN COMMISSION

The Common Council of the  
City of Fort Wayne  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:


Attached hereto is the recommendation of the City Plan Commission on one (1) ordinance concerning the amendment of the Zoning Ordinance (General Ordinance No. 6-06-80, amending Chapter 33 of the Municipal Code of the City of Fort Wayne, Indiana, 1946). The proposed ordinance is designated as:

BILL NO. Z-80-10-13

Respectfully submitted,

CITY PLAN COMMISSION

Certified and signed this  
12th day of February 1981.

  
Dennis J. Grotrian  
Secretary



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

12 February 1981

Members of the Common Council  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:

Attached hereto is a resolution pertaining to a zoning ordinance amendment acted upon by the City Plan Commission at their meeting held November 24, 1980. In addition to the reasons outlined in the resolution, the following are additional remarks pertaining to the ordinance:

1. Bill No. Z-80-10-13
2. From B-4 to M-1
3. Intended Use: Mini-Warehousing
4. Plan Commission Recommendation: DO PASS with conditions.

### CONDITIONS:


- a. The petitioner be required to rezone the property to the appropriate designation for mini-warehousing when the Zoning Ordinance is amended.
- b. A restrictive covenant shall be prepared and submitted to the City Plan Commission staff which states that the property will be used for mini-warehousing purposes only, and that natural screening along the west of the lots will be incorporated into the development site plan.

NOTE: The petitioner has submitted a restrictive covenant as requested and a copy of the covenant is attached to the original ordinance and a copy is on file in the Plan Commission Office.

If there are any questions with regard to this ordinance, please feel free to call on us.

Respectfully submitted,

COMMUNITY DEVELOPMENT & PLANNING

  
Gary F. Baeten  
Senior Planner

GFB:pb

RESOLUTION OF ZONING ORDINANCE AMENDMENT RECOMMENDATION

WHEREAS, the Common Council of the City of Fort Wayne, Indiana, on October 14, 1980, referred a proposed zoning map amendment to the City Plan Commission which proposed ordinance was designated as Bill No. Z-80-10-13; and,

WHEREAS, the required notice of public hearing on such proposed ordinance has been published as required by law; and,


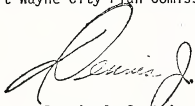
WHEREAS, the City Plan Commission conducted a public hearing on such proposed ordinance on November 17, 1980;

NOW THEREFORE, BE IT RESOLVED that the City Plan Commission does hereby recommend that such proposed ordinance DO PASS for the reasons that a need has been shown for the Land Use Plan to be amended, the amendment will be in the best interest of and benefit to the area involved and of and to the City, and the amendment will not be detrimental to and does not conflict with the overall City Plan;

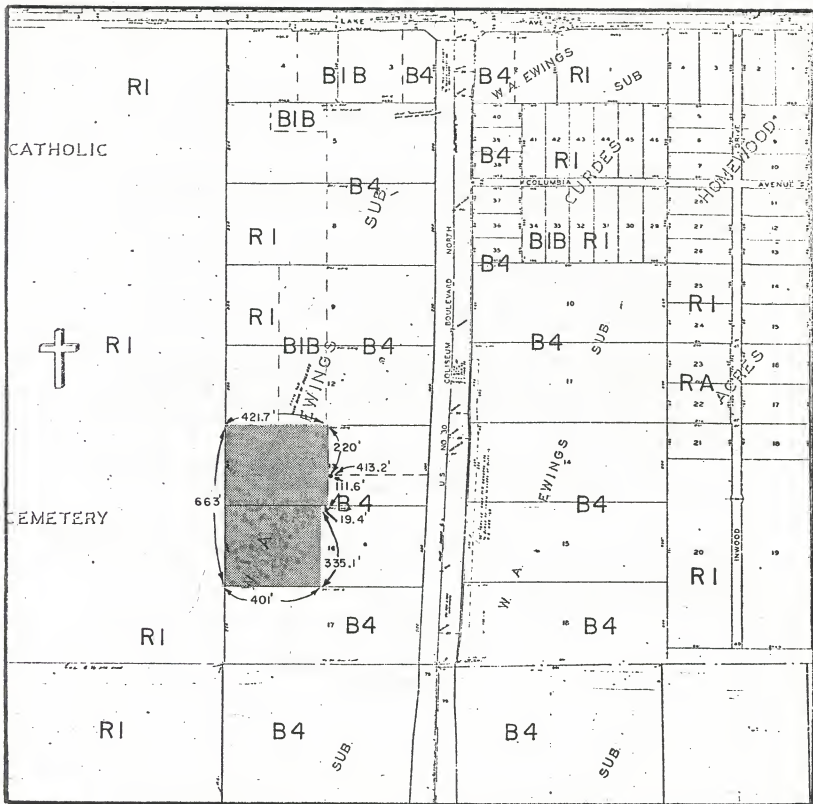
BE IT FURTHER RESOLVED that the Secretary is hereby directed to present a copy of this resolution to the Common Council at its next regular meeting.

This is to certify that the above is a true and exact copy of a resolution adopted at the meeting of the Fort Wayne City Plan Commission held November 24, 1980.

Certified and signed this  
12th day of February 1981.



Dennis J. Grotrian  
Secretary



REQUEST TO REZONE FROM B4 TO MI ZONING

Map No. R-10

Z-80-10-13





## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

12 February 1981

### COMMUNICATIONS FROM THE CITY PLAN COMMISSION

The Common Council of the  
City of Fort Wayne  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:

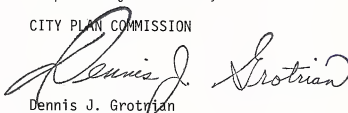
Attached hereto is the recommendation of the City Plan Commission on one (1) ordinance concerning the amendment of the Zoning Ordinance (General Ordinance No. G-06-80, amending Chapter 33 of the Municipal Code of the City of Fort Wayne, Indiana, 1946). The proposed ordinance is designated as:

BILL NO. Z-80-09-23

Respectfully submitted,

CITY PLAN COMMISSION

Certified and signed this  
12th day of February 1981.

  
Dennis J. Grotrian  
Secretary



## THE CITY OF FORT WAYNE

CITY-COUNTY BUILDING • ONE MAIN STREET • FORT WAYNE, INDIANA 46802

city plan commission

12 February 1981

Members of the Common Council  
City-County Building  
One Main Street  
Fort Wayne, IN 46802

Gentlemen and Mrs. Schmidt:

Attached hereto is a resolution pertaining to a zoning ordinance amendment acted upon by the City Plan Commission at their meeting held October 27, 1980. In addition to the reasons outlined in the resolution, the following are additional remarks pertaining to the ordinance:

1. Bill No. Z-80-09-23
2. From R-1 to B-4
3. Intended Use: Not given
4. Plan Commission Recommendation: DO PASS with conditions

### CONDITIONS:

- a. The ingress and egress be from McArthur Drive only.
- b. A six (6) foot privacy fence be installed along the north side of the property line.

NOTE: The first condition concerning the ingress and egress has been agreed to and worked out with the Traffic Engineering Department. The second concerning the fence has been agreed to in writing and a copy of this agreement is attached to the original ordinance and is on file in the Plan Commission Office.

If there are any questions with regard to this ordinance please feel free to call on us.

Respectfully submitted,

COMMUNITY DEVELOPMENT AND PLANNING

Gary F. Baeten  
Senior Planner

GFB:pb

RESOLUTION OF ZONING ORDINANCE AMENDMENT RECOMMENDATION

WHEREAS, the Common Council of the City of Fort Wayne, Indiana, on September 23, 1980, referred a proposed zoning map amendment to the City Plan Commission which proposed ordinance was designated as Bill No. Z-80-09-23; and,

WHEREAS, the required notice of public hearing on such proposed ordinance has been published as required by law; and,

WHEREAS, the City Plan Commission does hereby recommend that such proposed ordinance DO PASS for the reasons that a need has been shown for the Land Use Plan to be amended, the amendment will be in the best interest of and benefit to the area involved and of and to the City, and the amendment will not be detrimental to and does not conflict with the overall City Plan;

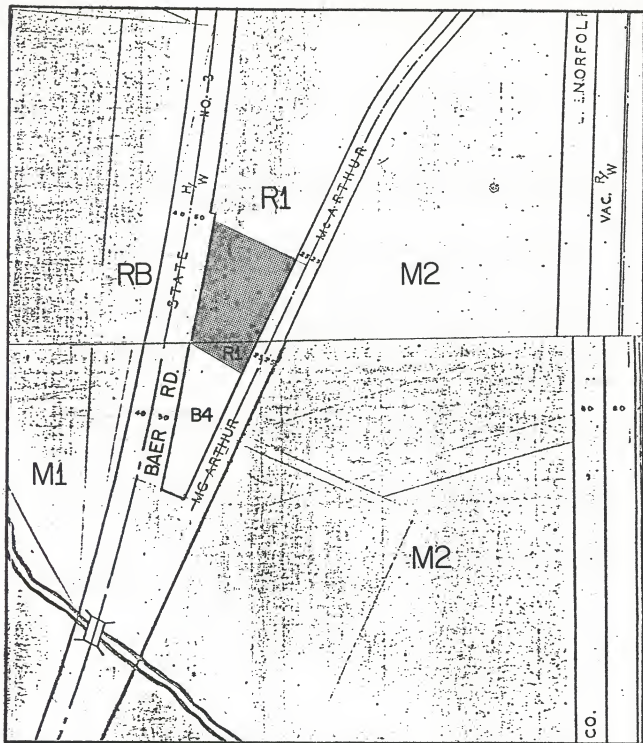
BE IT FURTHER RESOLVED that the Secretary is hereby directed to present a copy of this resolution to the Common Council at its next regular meeting.

This is to certify that the above is a true and exact copy of a resolution adopted at the meeting of the Fort Wayne City Plan Commission held October 27, 1980.

Certified and signed this  
12th day of February 1981.



Dennis J. Grotrian  
Secretary



■ AN APPEAL TO REZONE THE LOT  
SHOWN FROM AN R1 TO A B4.

CASE NO. Z-80-09-23

MAP NOS. H-31, H-35



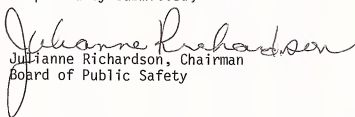
President of the Common Council  
City of Fort Wayne, Indiana

Gentlemen:

Attached herewith are authenticated copies of the Board of  
Public Safety Regulatory Resolution Numbers: 7/81/E  
8/81/E  
9/81/D

For the purpose of enforcement, please make this communication  
and the attached Regulatory Resolution a matter of record and  
incorporate them into the minutes of the next Common Council  
Meeting.

Respectfully submitted,

  
Julianne Richardson, Chairman  
Board of Public Safety

RETURN CERTIFICATE

(Regulatory Resolution No. 7/81/E  
8/81/E  
9/81/D)

I hereby certify that I did this 3rd day of  
February, 1981 deliver to each, the City Traffic  
Engineer, the Chief of Police, the City Attorney, the City  
Clerk and the President of the Common Council of the City  
of Fort Wayne, Indiana respectively, a copy of the within  
Regulatory Resolution No. 7/81/E  
8/81/E of the Board of Public  
9/81/D  
Safety of the City of Fort Wayne, duly certified by me as  
Chairman of said Board, in accordance with the provisions  
of Section 17-4 of Chapter 17, of the Code of the City of  
Fort Wayne, Indiana 1974.

  
CHAIRMAN, Board of Public Safety

REGULATORY RESOLUTION NO. 7/81/E

(Adopted January 30, 19 81)

WHEREAS, Section 17-4, Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 authorizes the Board of Public Safety to make temporary or experimental regulations to cover special conditions; and,

WHEREAS, a special condition has arisen justifying the Temporary Experimental Regulation hereinafter ordered, with regard to SPPD LIMIT 45 MPH (EMERGENCY), SPEED LIMIT 40 MPH (EMERGENCY), DELETE: SPPD LIMIT 50 MPH (EMERGENCY)

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\_\_\_\_\_

: AND,

WHEREAS, the City Traffic Engineer has, by written memorandum dated January 29, 19 81, submitted to this Board his advice with regard to the regulation herein adopted, which written memorandum is on file in the office of this Board;

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF PUBLIC SAFETY OF THE CITY OF FORT WAYNE, INDIANA:

That, pursuant to the authority granted to this Board by Section 17-4 of Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 to make temporary or experimental regulations to cover special conditions, it is hereby ordered, effective

January 30, 19 81, and for a period of sixty (60) days thereafter, and when signs are erected pursuant hereto giving notice thereof, that the FOLLOWING IS ESTABLISHED:

SPEED LIMIT 45 MPH (EMERGENCY)  
Upper Huntington Rd. -- from -- Illinois Rd. to South Bend Dr.

SPEED LIMIT 40 MPH (EMERGENCY)  
Upper Huntington Rd. -- from -- South Bend Dr. to the West City Limits

DELETE:  
SPEED LIMIT 50 MPH (EMERGENCY)  
Upper Huntingron Rd. -- from -- Illinois Rd. to the West City Limits  
(formerly Jefferson Blvd.)

REGULATORY RESOLUTION NO. 8/81 /E

(Adopted February 3, 19 81 )

WHEREAS, Section 17-4, Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 authorizes the Board of Public Safety to make temporary or experimental regulations to cover special conditions; and,

WHEREAS, a special condition has arisen justifying the Temporary Experimental Regulation hereinafter ordered, with regard to STOP INTERSECTION (EMERGENCY)

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\_\_\_\_\_ : AND,

WHEREAS, the City Traffic Engineer has, by written memorandum dated February 2, 19 81, submitted to this Board his advice with regard to the regulation herein adopted, which written memorandum is on file in the office of this Board;

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF PUBLIC SAFETY OF THE CITY OF FORT WAYNE, INDIANA:

That, pursuant to the authority granted to this Board by Section 17-4 of Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 to make temporary or experimental regulations to cover special conditions, it is hereby ordered, effective

February 3, 1981, and for a period of sixty (60) days thereafter, and when signs are erected pursuant hereto giving notice thereof, that the FOLLOWING IS ESTABLISHED:

STOP INTERSECTION (EMERGENCY)

Plaza Dr. -- stop -- for Capitol Ave.

REGULATORY RESOLUTION NO. 9/81/D

(Adopted February 3, 19 81)

WHEREAS, Section 17-4, Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 authorizes the Board of Public Safety to make regulations to carry out its delegated authority thereunder; and,

WHEREAS, Section 14 of said chapter delegates to this Board authority to DELETE: PREFERENTIAL INTERSECTION  
(DELEGATED)  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_ ; and,

WHEREAS, the City Traffic Engineer has, by written memorandum dated February 2, 19 81, submitted to this Board his advice with regard to the regulation hereinafter adopted, which written memorandum is on file in the office of this Board:

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF PUBLIC SAFETY OF THE CITY OF FORT WAYNE, INDIANA

That, pursuant to the authority delegated to this Board by Section 14 of Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974, it is hereby ordered, effective

February 3, 19 81, and when signs are erected pursuant hereto giving notice thereof, that the FOLLOWING IS ESTABLISHED:

DELETE:

PREFERENTIAL INTERSECTION (DELEGATED)  
\_\_\_\_\_

Capitol Ave. -- pref. -- at Plaza Dr.

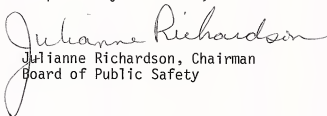
President of the Common Council  
City of Fort Wayne, Indiana

Gentlemen:

Attached herewith are authenticated copies of the Board of  
Public Safety Regulatory Resolution Number: 10/81/E

For the purpose of enforcement, please make this communication  
and the attached Regulatory Resolution a matter of record and  
incorporate it into the minutes of the next Common Council  
Meeting.

Respectfully submitted,

A handwritten signature in cursive script that reads "Julianne Richardson". The signature is written in dark ink and is positioned above the printed name and title.

Julianne Richardson, Chairman  
Board of Public Safety

RETURN CERTIFICATE

(Regulatory Resolution No. 10/81/E)

I hereby certify that I did this 10th day of February, 1981 deliver to each, the City Traffic Engineer, the Chief of Police, the City Attorney, the City Clerk and the President of the Common Council of the City of Fort Wayne, Indiana respectively, a copy of the within Regulatory Resolution No. 10/81/E of the Board of Public Safety of the City of Fort Wayne, duly certified by me as Chairman of said Board, in accordance with the provisions of Section 17-4 of Chapter 17, of the Code of the City of Fort Wayne, Indiana 1974.

  
CHAIRMAN, Board of Public Safety

REGULATORY RESOLUTION NO. 10/81 /E

(Adopted February 10, 1981)

WHEREAS, Section 17-4, Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 authorizes the Board of Public Safety to make temporary or experimental regulations to cover special conditions; and,

WHEREAS, a special condition has arisen justifying the Temporary Experimental Regulation hereinafter ordered, with regard to RENEW & EXTEND 108/80/E: THRU STREET (EMERGENCY)

\_\_\_\_\_  
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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_: AND,

WHEREAS, the City Traffic Engineer has, by written memorandum dated February 5, 1981, submitted to this Board his advice with regard to the regulation herein adopted, which written memorandum is on file in the office of this Board;

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF PUBLIC SAFETY OF THE CITY OF FORT WAYNE, INDIANA:

That, pursuant to the authority granted to this Board by Section 17-4 of Chapter 17 of the Code of the City of Fort Wayne, Indiana of 1974 to make temporary or experimental regulations to cover special conditions, it is hereby ordered, effective

February 10, 1981, and for a period of sixty (60) days thereafter, and when signs are erected pursuant hereto giving notice thereof, that the FOLLOWING IS ESTABLISHED:

THRU STREET (EMERGENCY)

Jefferson Blvd. -- from -- Illinois Rd. to Division St. except at Illinois Rd., Ardmore Ave., Freeman St., College St., Van Buren St., Broadway, Fairfield Ave., Ewing St., Webster St., Harrison St., Calhoun St., Clinton St., Barr St., Lafayette St., Clay St., Hanna St., and Harmar St.  
Maumee Ave. -- from -- Division St. to the East City Limits except at McCulloch St., Anthony Blvd., Dubois St. Glasgow Ave., and Lombard St.  
Washington Blvd. -- from -- East City Limits to Jefferson Blvd. Except at Glasgow Ave., Anthony Blvd., Hanover St. Harmar St. Hanna St., Clay St., Lafayette St., Barr St., Clinton St., Calhoun St., Harrison St., Webster St., Ewing St., Fairfield Ave., Broadway, Van Buren St., and College St.  
Upper Huntington Rd. -- from -- Illinois Rd. to the West City Limits except at Illinois Rd., Covington Rd., and Getz Rd.

# LINCOLN NATIONAL BANK AND TRUST COMPANY

CARL A. GUNKLER  
PRESIDENT AND  
CHIEF EXECUTIVE OFFICER

February 2, 1981

116 EAST BERRY STREET  
FORT WAYNE, INDIANA  
46802

Mr. Charles Westerman  
City Clerk  
One East Main Street  
Fort Wayne, Indiana 46802

Dear Mr. Westerman:

Enclosed is our proposal, properly executed and as authorized by our Board of Directors, to serve as a depository for funds of the Office of the City Clerk for the next two years.

We appreciate very much serving as the depository for your funds. Please call on us if we can be of help to you at any time.

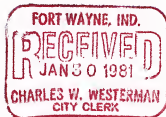
Sincerely,



Carl A. Gunkler

Enclosure

CAG:mm



## SWORN COPY OF THE RESOLUTION OF THE BANK OR TRUST COMPANY

STATE OF INDIANA

COUNTY OF ALLEN

SS:

James M. O'Dwyer being first duly sworn upon his oath, deposes and says that he is the duly elected, qualified and acting Secretary

secretary or treasurer

of ~~Lincoln National Bank and Trust Company~~ Bank; that the following is a true and correct copy of a resolution duly adopted by the Board of Directors of said Lincoln National Bank and Trust Company of Fort Wayne at a meeting duly called and held at its principal office on the 20th day of January, 1981, at which a quorum was present and voted, and that such resolution is duly recorded in the minute books of the corporation and has remained unaltered from its date:

RESOLVED that the President ~~of and the Vice President~~ Bank proposal, for and on behalf of this Bank to have it designated a depository for public funds of the municipal corporations herein named and to bind it, in the event of its designation as a depository and the acceptance of its proposal, to perform the duties and obligations imposed upon depositories of public funds by the laws of the State of Indiana, including those imposed by The Depository Act of 1937. The municipal corporations for which undersigned shall propose and become and act as a depository are

Office of the City Clerk

Subscribed and sworn to before me this 2nd day of February, 1981,

Marcella M. Maddox

Notary Public.

My commission expires April 11, 1984

CERTIFIED COPY OF THE RESOLUTION OF  
THE BOARD OF FINANCE OF Office of the City Clerk

RESOLVED, that the proposal of Lincoln National Bank and Trust Company of  
(name of bank or trust company) Fort Wayne

dated February, 2nd, 1981, be and it hereby is accepted and said bank or trust company hereby is designated as a depository, under the laws of the State of Indiana, including the Depository Act of 1937, for the following municipal corporations: Office of the City Clerk

I HEREBY CERTIFY that I am the Secretary of the above named Board of Finance and that the foregoing resolution was duly adopted by said Board of Finance at a valid meeting thereof held on the day of, 1981, at which a quorum was present and voted and that such resolution is duly recorded in the records of said Board of Finance.

Secretary.

PROPOSAL AND AGREEMENT TO  
RECEIVE PUBLIC FUNDS ON DEPOSIT

To the Board of Finance of Office of the City Clerk, Indiana

Undersigned hereby proposes to, and upon acceptance hereof, agrees to become and act as a depository for public funds of the municipal corporations herein named for the biennial period beginning on the third Monday in February, 1981, and ending on the third Monday in February, 1983, to safely keep, account for, pay over and deliver said funds, or any part thereof when lawfully demanded, and to perform the duties and obligations which are imposed upon depositories of public funds by the laws of the State of Indiana, including those imposed by The Depository Act of 1937.

The principal office and place of business of undersigned is at Fort Wayne in Wayne Township, Allen County, State of Indiana. The total resources of undersigned as of the date of the called report nearest the date of this proposal, excluding from said total resources an amount equal to all public funds on deposit with undersigned as of said date, is \$ 762,480,134.74

The offices (including principal office and branches) located in the municipal corporations herein named and the deposits within the territorial limits of the municipal corporations herein named as of the date of the called report nearest the date of this proposal, excluding public funds on deposit, are as follows:

Municipal Corporation	Bank Offices Located Therein (Indicate Principal or Branch)	Deposits
Fort Wayne	116 E. Berry Street, Principal	\$ {
Fort Wayne	3802 South Clinton Street, Branch	\$ {
Fort Wayne	381 West State Street, Branch	\$ {
Fort Wayne	820 North West Shopping Ctr., Branch	\$ {
Fort Wayne	6300 U.S. 24 West, Branch	\$ {
Fort Wayne	6300 E. State Blvd., Branch	\$ {
Fort Wayne	1440 Paulding Road, Branch	\$ {
Fort Wayne	5903 Bluffton Road, Branch	\$ {
	All Other Offices	\$ 50,953,210.72

The municipal corporations and funds thereof for which undersigned proposes and agrees to become and act as depository are Office of the City Clerk

Dated at Fort Wayne, Indiana, this 2nd day of February, 1981  
LINCOLN NATIONAL BANK AND TRUST COMPANY  
OF FORT WAYNE

By Carl A. Gunkler (Corporate Name)  
Carl A. Gunkler, President

Attest: Samuel M. Van Buskirk  
Secretary-Cashier

Samuel M. Van Buskirk, V.P. and Cashier \*

THE Lincoln National Bank and Trust Co. is hereby designated as a depository for public funds of Fort Wayne Office of the City Clerk and the foregoing proposal to become and act as such depository is hereby accepted.

Dated at Fort Wayne, Indiana, this      day of February, 1981

THE BOARD OF FINANCE OF Office of the City Clerk

Attest:      By      President.  
Secretary.

CALL, CONSENT AND WAIVER OF NOTICE OF A SPECIAL SESSION  
~~MEETING~~ OF THE COMMON COUNCIL OF THE CITY OF  
FORT WAYNE, INDIANA, TO BE HELD  
TUESDAY - FEBRUARY 17, 1981 - 8:00 O'CLOCK P.M.  
COUNCIL CHAMBERS ROOM 126

We, the undersigned, being all of the members of the Common Council  
of the City of Fort Wayne, Indiana do hereby call a special meeting of said Council  
to be held on Tuesday - February 17, 1981 at 8:00 o'clock P.M.,  
E.S.T. and jointly and severally waive notice of the time, place and purpose of  
said meeting and consent that same be held on the aforesaid date for the purpose  
of calling a Special Session to act upon bills prepared for the  
cancelled Common Council Regular Session of February 11, 1981.

Vivian Schmidt

V. Schmidt

Mark E. Giannata

for 1st time

John F. Fickels

Ray J. Schenck

Ray J. Schenck

Samuel J. Talarico

Samuel J. Talarico

DATED THIS

17th day of February, 1981.

Charles W. Westerman  
CHARLES W. WESTERMAN  
CITY CLERK

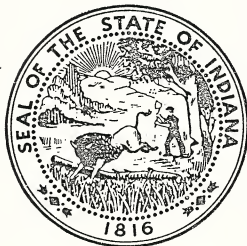
STATE BOARD OF ACCOUNTS  
912 STATE OFFICE BUILDING  
INDIANAPOLIS, INDIANA 46204

THIS REPORT SHOULD BE FILED  
AS AN OFFICIAL DOCUMENT SUBJECT  
TO PUBLIC INSPECTION

AUDIT REPORT  
OF

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
ALLEN COUNTY, INDIANA

January 1, 1978 to December 31, 1979



**FILED**

FEB 3 1981

*Mr. F. R. Rensen*  
STATE EXAMINER

# TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Transmittal Letter . . . . .	2
Auditor's Report . . . . .	3
Balance Sheets - All Electric Utility Funds . . . . .	4-7
Statements of Revenues and Expenses . . . . .	8-11
Statement of Changes in Contributions and Retained Earnings . . .	12
Statement of Changes in Financial Position of Enterprise Funds . .	13
Statement of Changes in Financial Position of Internal Service Funds . . . . .	14
Notes to Financial Statements . . . . .	15-22
Schedule of Investments . . . . .	23
Statistical Summary . . . . .	24
Audit Results and Comments . . . . .	25-28
Response of Fort Wayne Officials to Audit Comments . . . . .	29-31
Certificate . . . . .	33

STATE BOARD OF ACCOUNTS

Mr. Kenneth R. Beesley  
State Examiner  
Indianapolis, Indiana

Dear Sir:

Pursuant to your instructions, the following report is submitted covering examination of:

OFFICE EXAMINED:	ELECTRIC UTILITY FUNDS, CITY OF FORT WAYNE, ALLEN COUNTY, INDIANA
Period Examined:	January 1, 1978 to December 31, 1979
Officer Examined:	Mr. Edmund A. Stanczak, Jr., General Superintendent
Home Address:	3818 Dalewood Drive Fort Wayne, Indiana 46815
Present Officer:	Mr. Alan Zirkle, Director of Operations
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802
City Controller:	Mr. Frank Heyman
Office Address:	Room 930, City-County Building Fort Wayne, Indiana 46802
Mayor:	Mr. Winfield C. Moses, Jr.
Office Address:	Room 910, City-County Building Fort Wayne, Indiana 46802
Council President:	Mrs. Vivian Schmidt
Office Address:	Room 122, City-County Building Fort Wayne, Indiana 46802
Accounting Supervisor:	Mr. Thomas E. Hohman
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802

Ted L. Ellis  
Thomas E. Felger  
Gilbert A. Hirschy  
Garry E. Morr

Field Examiners



## STATE BOARD OF ACCOUNTS

912 State Office Building

## AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF FORT WAYNE

We have examined the balance sheets of the Electric Utility Funds of the City of Fort Wayne, Indiana as of December 31, 1979 and 1978, and the related statements of revenues and expenses, changes in contributions and retained earnings, and changes in financial position for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly, included such tests of the accounting records and other auditing procedures as we considered necessary in the circumstances.

In our opinion, subject to the effects on the financial statements of the matters discussed in the notes to the financial statements, numbers 3, 5 and 9, the financial statements referred to above present fairly the financial position of the Electric Utility Funds of the City of Fort Wayne, Indiana, as of December 31, 1979 and 1978, and the results of its operations and the changes in its financial position for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

The accompanying supplemental schedules, Schedule of Investments, and Statistical Summary are not necessary for a fair presentation of the financial statements but are presented as additional analytical data. This information has been subjected to the tests and other auditing procedures applied in the examination of the financial statements mentioned above and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

STATE BOARD OF ACCOUNTS

October 10, 1980

BALANCE SHEET - ALL ELECTRIC UTILITY FUNDS  
December 31, 1978

Assets	Proprietary Fund Type	Internal Service Funds			Totals	
	<u>Enterprise</u>	<u>Garage</u>	<u>Administrative</u>	<u>Total</u>	<u>December 31, 1978</u>	<u>December 31, 1977</u>
<b>Current Assets:</b>						
Operating Cash	\$ 128,417.77	\$	\$	\$	\$ 128,417.77	\$ 9,534.14
Petty Cash and Change	1,525.00	100.00		100.00	1,625.00	1,625.00
Investments - Operating	1,200,000.00				1,200,000.00	4,150,000.00
Sundry Accounts Receivable (Net)	34,180.60		5,760.20	5,760.20	39,940.80	36,242.42
Associated Companies						
Accounts Receivable	533,770.30	43,261.37	51,725.96	94,987.33	628,757.63	177,065.94
Inter-Utility Accounts Receivable		36,169.49	197,400.20	233,569.69	233,569.69	212,745.67
Inventory	596,569.95	34,446.91	65,021.25	99,468.16	696,038.11	666,345.41
Prepaid Insurance	6,138.60		11,150.60	11,150.60	17,289.20	4,698.02
Interest Receivable	13,787.09				13,787.09	22,613.62
Employees Advances Receivable			396.40	396.40	396.40	335.00
Due From Internal Service Funds	396,356.63				396,356.63	287,329.60
<b>Total Current Assets</b>	<b>2,910,745.94</b>	<b>113,977.77</b>	<b>331,454.61</b>	<b>445,432.38</b>	<b>3,356,178.32</b>	<b>5,568,534.82</b>
<b>Restricted Assets:</b>						
Customer Deposits Cash	11,717.86				11,717.86	11,689.02
Community Trust (Note 7)	872,177.11				872,177.11	
<b>Total Restricted Assets</b>	<b>883,894.97</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>883,894.97</b>	<b>11,689.02</b>
<b>Fixed Assets:</b>						
Utility Plant in Service	28,633,242.83	334,976.66		334,976.66	28,968,219.49	28,728,689.59
Accumulated Depreciation	(17,693,834.96)	(196,763.32)		(196,763.32)	(17,890,598.28)	(17,555,328.07)
Street Lighting in Progress	70,687.83				70,687.83	67,938.75
<b>Total Fixed Assets (Net)</b>	<b>11,010,095.70</b>	<b>138,213.34</b>	<b>.00</b>	<b>138,213.34</b>	<b>11,148,309.04</b>	<b>11,241,300.27</b>
<b>Deferred Debits:</b>						
Damages and Claims Not Billed	19,944.09				19,944.09	13,912.91
City Group Insurance Not Billed	713.64				713.64	713.64
<b>Total Deferred Debits</b>	<b>20,657.73</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>20,657.73</b>	<b>14,627.55</b>
<b>Total Assets</b>	<b>\$14,825,394.34</b>	<b>\$252,191.11</b>	<b>\$ 331,454.61</b>	<b>\$583,645.72</b>	<b>\$15,409,040.06</b>	<b>\$16,836,151.66</b>

The accompanying notes are an integral part of the financial statements.

BALANCE SHEET - ALL ELECTRIC UTILITY FUNDS  
December 31, 1978  
(Continued)

Liabilities, Contributions and Retained Earnings	Proprietary Fund Type Enterprise	Internal Service Funds			Totals	
		Garage	Administrative	Total	December 31,	December 31,
					1978	1977
Current Liabilities (Payable From Current Assets):						
Due to Enterprise Funds-Electric	\$	\$208,921.99	\$ 187,434.64	\$396,356.63	\$ 396,356.63	\$ 287,329.60
Accounts Payable	39,113.94	30,361.19	28,160.32	58,521.51	97,635.45	63,392.39
Accounts Payable-Associated Companies	28,051.22	160.42	3,829.59	3,990.01	32,041.23	16,519.96
Accrued Taxes and Employee Benefits	51,871.65	3,802.03	46,594.85	50,396.88	102,268.53	97,149.66
Payroll Deductions	2,905.49	2,990.32	36,092.11	39,082.43	41,987.92	38,931.36
Accrued Payroll	2,004.32	2,415.66	28,637.42	31,053.08	33,057.40	32,198.56
Other Current Liabilities	2,880.91	13.94	705.68	719.62	3,600.53	3,305.37
Total-Payable From Current Assets	126,827.53	248,665.55	331,454.61	580,120.16	706,947.69	538,826.90
Current Liabilities (Payable From Restricted Assets):						
Customer Deposits	11,717.86				11,717.86	11,689.02
Total Current Liabilities	138,545.39	248,665.55	331,454.61	580,120.16	718,665.55	550,515.92
Contributions	4,114,928.31	151,682.97		151,682.97	4,266,611.28	4,019,519.79
Retained Earnings	10,571,920.64	(148,157.41)		(148,157.41)	10,423,763.23	12,266,115.95
Total Liabilities, Contributions and Retained Earnings	\$14,825,394.34	\$252,191.11	\$ 331,454.61	\$583,645.72	\$15,409,040.06	\$16,836,151.66

The accompanying notes are an integral part of the financial statements.

BALANCE SHEET - ALL ELECTRIC UTILITY FUNDS  
December 31, 1979

Assets	Proprietary Fund Type	Internal Service Funds			Totals	
	Enterprise	Garage	Administrative	Total	December 31, 1979	December 31, 1978
<b>Current Assets:</b>						
Operating Cash	\$	\$	\$	\$	\$	\$
Petty Cash and Change	1,525.00	100.00		100.00	1,625.00	1,625.00
Investments - Operating	1,700,000.00				1,700,000.00	1,200,000.00
Sundry Accounts Receivable (Net)	22,653.18		9,085.85	9,085.85	31,739.03	39,940.80
Associated Companies Accounts Receivable	733,092.69	41,891.24	47,832.27	89,723.51	822,816.20	628,757.63
Inter-Utility Accounts Receivable	585.62	16,931.98	192,103.10	209,035.08	209,620.70	233,569.69
Inventory	584,839.50	49,860.32	77,663.11	127,523.43	712,362.93	696,038.11
Prepaid Insurance	4,040.48		8,627.61	8,627.61	12,668.09	17,289.20
Interest Receivable	11,780.21				11,780.21	13,787.09
Employees Advances			715.60	715.60	715.60	396.40
Due From Internal Service Funds	447,468.51				447,468.51	396,356.63
<b>Total Current Assets</b>	<b>3,505,985.19</b>	<b>108,783.54</b>	<b>336,027.54</b>	<b>444,811.08</b>	<b>3,950,796.27</b>	<b>3,356,178.32</b>
<b>Restricted Assets:</b>						
Customer Deposits Cash	11,717.86				11,717.86	11,717.86
Community Trust (Note 7)	1,230,296.00				1,230,296.00	872,177.11
Depreciation Cash	29,895.91				29,895.91	
<b>Total Restricted Assets</b>	<b>1,271,909.77</b>				<b>1,271,909.77</b>	<b>883,894.97</b>
<b>Fixed Assets:</b>						
Utility Plant in Service	28,974,745.13	335,645.66		335,645.66	29,310,390.79	28,968,219.49
Accumulated Depreciation	(18,058,734.99)	(202,586.14)		(202,586.14)	(18,261,321.13)	(17,890,598.28)
Street Lighting in Progress	99,382.23				99,382.23	70,687.83
<b>Total Fixed Assets (Net)</b>	<b>11,015,392.37</b>	<b>133,059.52</b>		<b>133,059.52</b>	<b>11,148,451.89</b>	<b>11,148,309.04</b>
<b>Deferred Debits:</b>						
Damages and Claims Not Billed	101,298.40				101,298.40	19,944.09
City Group Insurance Not Billed						713.64
<b>Total Deferred Debits</b>	<b>101,298.40</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>101,298.40</b>	<b>20,657.73</b>
<b>Total Assets</b>	<b>\$15,894,585.73</b>	<b>\$241,843.06</b>	<b>\$ 336,027.54</b>	<b>\$577,870.60</b>	<b>\$16,472,456.33</b>	<b>\$15,409,040.46</b>

The accompanying notes are an integral part of the financial statements.

## BALANCE SHEET - ALL ELECTRIC UTILITY FUNDS

December 31, 1979

(Continued)

Liabilities, Contributions and Retained Earnings	Proprietary Fund Type Enterprise	Internal Service Funds			Totals	
		Garage	Administrative	Total	December 31, 1979	December 31, 1978
Current Liabilities (Payable From Current Assets):						
Cash Operating Overdraft	\$ 14,526.23	\$ 265,716.32	\$ 181,752.19	\$ 447,468.51	\$ 14,526.23	\$ 396,356.63
Due to Enterprise Funds-Electric		21,458.25	24,012.62	45,470.87	447,468.51	97,635.45
Accounts Payable	77,194.49	46.24	3,510.96	3,557.20	122,665.36	32,041.23
Accounts Payable-Associated Companies	7,209.99	4,486.59	48,075.60	52,562.19	104,340.61	102,268.53
Accrued Taxes and Employee Benefits	51,778.42	3,547.57	37,859.48	41,407.05	43,858.85	41,987.92
Payroll Deductions	2,451.80	6,241.46	40,161.24	46,402.70	49,832.09	33,057.40
Accrued Payroll	3,429.39	20.37	655.45	675.82	4,481.53	3,600.53
Other Current Liabilities	3,805.71					
Total-Payable From Current Assets	160,396.03	301,516.80	336,027.54	637,544.34	797,940.37	706,947.69
Current Liabilities (Payable From Restricted Assets):						
Customer Deposits	11,717.86				11,717.86	11,717.86
Total Liabilities	172,113.89	301,516.80	336,027.54	637,544.34	809,658.23	718,665.55
Contributions:	4,372,228.63	151,682.97		151,682.97	4,523,911.60	4,266,611.28
Retained Earnings	11,350,243.21	(211,356.71)		(211,356.71)	11,138,886.50	10,423,763.23
Total Liabilities, Contributions and Retained Earnings	\$15,894,585.73	\$241,843.06	\$ 336,027.54	\$577,870.60	\$16,472,456.33	\$15,409,040.06

The accompanying notes are an integral part of the financial statements.

ELECTRIC UTILITY FUNDS  
STATEMENT OF REVENUES AND EXPENSES  
For the Year Ended December 31, 1978

	Proprietary	Internal Service	
	Type Fund	Funds	
	<u>Enterprise</u>	<u>Garage</u>	<u>Administrative</u>
Operating Revenues:			
Lease Income	\$1,440,000.00	\$	\$
Inter-Utility Services		209,016.34	
Civil City Services		281,624.40	
Technical Services			526,359.67
Technical Service-Permits			70,219.50
Data Processing Services			15,065.00
Office Services-15% Handling			26,584.89
Office Services-Printing			
Overhead Charges			18,455.60
Administrative (Internal Service			
Fund) Prorated to:			
Electric Utility			64,914.37
Water Utility			778,963.20
Sewage Utility			778,963.20
Total Operating Revenues	<u>1,440,000.00</u>	<u>490,640.74</u>	<u>2,279,525.43</u>
Operating Expenses:			
Street Lighting	201,848.29		
Office and Administrative:			
Collection Agency	1,433.55		1,618.40
Outside Services	38,100.35		8,622.30
Communications	1,708.94		
State Sales Taxes	1,968.28		
Gross Income Tax	22,966.35		
Pensions and Employee			
Benefits	220,824.12		267,697.15
Insurance	13,208.82		22,111.02
Rent	4,400.00		
Administrative Proration	64,914.37		
Other General Expenses	386.00		3,193.16
Customer Billings			118,649.82
Automobile Expense			8,253.50
Severance Pay			1,271.15
Depreciation	393,964.95	5,531.38	
Supervision and Labor		107,591.23	
Materials and Parts		377,280.03	
Other Operating Expenses		71,614.60	

ELECTRIC UTILITY FUNDS  
STATEMENT OF REVENUES AND EXPENSES  
For the Year Ended December 31, 1978  
(Continued)

	Proprietary Type Fund <u>Enterprise</u>	Internal Service Funds	
		<u>Garage</u>	<u>Administrative</u>
Operating Expenses - Continued:			
Technical Service Department	\$	\$	\$ 515,407.39
Customer Information			223,338.00
Meter Readers			238,362.89
Data Processing			320,938.75
General Accounting			107,780.17
Office Services			69,145.51
Payroll			52,923.84
Operation Superintendent's Office			92,611.96
Personnel and Safety			167,909.57
Public Relations			59,690.85
Total Operating Expenses	<u>965,724.02</u>	<u>562,017.24</u>	<u>2,279,525.43</u>
Net Operating Income (Loss)	<u>474,275.98</u>	<u>(71,376.50)</u>	<u>.00</u>
Nonoperating Revenues:			
Interest Income	239,819.18		
Refund From Indiana and Michigan Electric Company	84,866.28		
Other Nonoperating Revenue	<u>62,835.34</u>		
Total Nonoperating Revenues	<u>387,520.80</u>		
Net Income (Loss) From Current Year Operations	<u>861,796.78</u>	<u>(71,376.50)</u>	<u>.00</u>
Deduct: Contribution to City General Fund	717,600.00		
Contribution to Redevelopment for Civic Center	<u>1,915,173.00</u>		
Total Contributions	<u>2,632,773.00</u>		
Net Income (Loss)	<u>(\$1,770,976.22)</u>	<u>\$(71,376.50)</u>	<u>\$ .00</u>

The accompanying notes are an integral part of the financial statements.

ELECTRIC UTILITY FUNDS  
STATEMENT OF REVENUES AND EXPENSES  
For the Year Ended December 31, 1979

	Proprietary Type Fund <u>Enterprise</u>	Internal Service Funds	
		<u>Garage</u>	<u>Administrative</u>
Operating Revenues:			
Lease Income	\$1,440,000.00	\$	\$
Inter-Utility Services		262,628.20	
Civil City Services		367,157.16	
Technical Services			644,704.33
Technical Service-Permits			77,148.00
Data Processing Services			13,650.00
Office Services-15% Handling Charges			26,034.30
Office Services-Printing Overhead Charges			17,228.42
Administrative (Internal Service Fund)			
Prorated to:			
Electric Utility-4%			70,933.46
Water Utility-48%			851,199.98
Sewage Utility-48%			851,199.98
Trading of Services (Note 9)			20,559.00
Total Operating Revenues	<u>1,440,000.00</u>	<u>629,785.36</u>	<u>2,572,657.47</u>
Operating Expenses:			
Street Lighting	266,371.58		
Office and Administrative:			
Collection Agency	1,098.91		1,590.50
Outside Services	5,068.90		13,505.33
Communications	1,791.65		
State Sales Taxes			
Gross Income Tax	23,649.54		
Pensions and Employee Benefits	159,094.09		315,129.68
Insurance	14,812.52		25,403.99
Rent	4,495.87		
Administrative Proration	70,933.46		
Other General Expenses			3,321.54
Customer Billings			126,871.66
Automobile Expense			7,666.04
Severance Pay			1,410.13
Uncollectible Accounts	5,905.12		
Depreciation	412,644.00	5,822.82	
Supervision and Labor		122,242.32	
Materials and Parts		486,009.82	
Other Operating Expenses		78,909.70	

ELECTRIC UTILITY FUNDS  
STATEMENT OF REVENUES AND EXPENSES  
For the Year Ended December 31, 1979  
(Continued)

	Proprietary	Internal Service	
	Type Fund	Funds	
	<u>Enterprise</u>	<u>Garage</u>	<u>Administrative</u>
Operating Expenses - Continued:			
Technical Services Department	\$	\$	\$ 637,602.49
Customer Information			234,994.28
Meter Readers			239,122.52
Data Processing			359,495.60
General Accounting			119,174.21
Office Services			83,132.68
Payroll			55,451.53
Operation Superintendent's Office			89,672.12
Personnel and Safety			194,552.02
Public Relations			64,561.15
Total Operating Expenses	<u>965,865.64</u>	<u>692,984.66</u>	<u>2,572,657.47</u>
Net Operating Income (Loss)	<u>474,134.36</u>	<u>(63,199.30)</u>	<u>.00</u>
Nonoperating Revenues:			
Interest Income	237,692.26		
Other Nonoperating Revenue	<u>66,495.95</u>		
Total Nonoperating Revenues	<u>304,188.21</u>		
Net Income (Loss)	<u>\$778,322.57</u>	<u>\$(63,199.30)</u>	<u>\$ .00</u>

The accompanying notes are an integral part of the financial statements.

ELECTRIC UTILITY FUNDS  
STATEMENT OF CHANGES IN CONTRIBUTIONS AND RETAINED EARNINGS  
PROPRIETARY TYPE FUND - ENTERPRISE  
January 1, 1978 to December 31, 1979

	<u>Contributions</u>	<u>Retained Earnings</u>
Balance, January 1, 1978	\$3,867,836.82	\$12,342,896.86
Deduct:		
Net Loss for the Year		1,770,976.22
Add:		
Contribution From City for Street Lighting	<u>247,091.49</u>	
Balance, December 31, 1978	4,114,928.31	10,571,920.64
Add:		
Net Income for Year		778,322.57
Contributions From City for Street Lighting	<u>257,300.32</u>	
Balance, December 31, 1979	<u>\$4,372,228.63</u>	<u>\$11,350,243.21</u>

STATEMENT OF CHANGES IN CONTRIBUTIONS AND RETAINED EARNINGS  
INTERNAL SERVICE FUNDS  
January 1, 1978 to December 31, 1979

	<u>Contributions</u>	<u>Retained Earnings</u>
Balance, January 1, 1978	\$ 151,682.97	\$ (76,780.91)
Add:		
Net Loss for Year		<u>(71,376.50)</u>
Balance, December 31, 1978	151,682.97	(148,157.41)
Add:		
Loss for Year		<u>(63,199.30)</u>
Balance, December 31, 1979	<u>\$ 151,682.97</u>	<u>\$ (211,356.71)</u>

The accompanying notes are an integral part of the financial statements.

ELECTRIC UTILITY  
STATEMENT OF CHANGES IN FINANCIAL POSITION OF ENTERPRISE FUND  
For the Year Ended December 31

<u>Source of Funds</u>	<u>1979</u>	<u>1978</u>
Income (Loss) for Year	\$ 778,322.57	(\$1,770,976.22)
Items Not Requiring Current Outlay of Funds:		
Depreciation Expense	<u>412,644.00</u>	<u>393,964.95</u>
Total From Operations	1,190,966.57	(1,377,011.27)
Decrease in Working Capital		2,314,224.53
Contributions in Aid of Construction	<u>257,300.32</u>	<u>247,091.49</u>
Totals	<u>\$1,448,266.89</u>	<u>\$1,184,304.75</u>
 <u>Application of Funds</u>		
Addition to Utility Plant in Service	\$ 389,246.27	\$ 303,347.38
Addition to Street Lighting in Progress	28,694.40	2,749.08
Increase in Deferred Debits	80,640.67	6,031.18
Increase in Net Restricted Assets	388,014.80	872,177.11
Increase in Working Capital	<u>561,670.75</u>	
Totals	<u>\$1,448,266.89</u>	<u>\$1,184,304.75</u>
 Various Elements of Net Increase (Decrease) in Working Capital:		
Cash	\$ (142,944.00)	\$ 118,883.63
Investments	500,000.00	(2,950,000.00)
Sundry Accounts Receivable - Net	(11,527.42)	472.68
Associated Companies Accounts Receivable	199,322.39	423,548.44
Inter-Utility Accounts Receivable	585.62	(59.55)
Inventory	(11,730.45)	30,696.48
Prepaid Insurance	(2,098.12)	3,949.18
Interest Receivable	(2,006.88)	(8,826.53)
Due From Internal Service Funds	51,111.88	109,027.03
Accounts Payable	(38,080.55)	(28,003.60)
Accounts Payable Associated Companies	20,841.23	(13,203.75)
Accrued Taxes and Employee Benefits	93.23	(1,408.33)
Payroll Deductions	453.69	376.90
Accrued Payroll	(1,425.07)	611.96
Other Current Liabilities	<u>(924.80)</u>	<u>(289.07)</u>
Total	<u>\$ 561,670.75</u>	<u>(\$2,314,224.53)</u>

The accompanying notes are an integral part of the financial statements.

STATEMENT OF CHANGES IN FINANCIAL POSITION OF INTERNAL SERVICE FUNDS  
For the Year Ended December 31

<u>Source of Funds</u>	<u>1979</u>	<u>1978</u>
Operations:		
Net Loss for the Year	(\$63,199.30)	\$(71,376.50)
Items Not Requiring Current Outlay of Funds:		
Depreciation Expense	5,822.82	5,531.38
Decrease in Working Capital	<u>58,045.48</u>	<u>66,253.76</u>
Totals	<u>\$ 669.00</u>	<u>\$ 408.64</u>
 <u>Application of Funds</u>		
Addition to Fixed Assets	<u>\$ 669.00</u>	<u>\$ 408.64</u>
 Various Elements of Increase (Decrease) in Working Capital:		
Sundry Accounts Receivable - Net	\$ 3,325.65	\$ 3,225.70
Associated Companies Accounts Receivable	(5,263.82)	28,143.25
Inter-Utility Accounts Receivable	(24,534.61)	20,883.57
Inventory	28,055.27	(1,003.78)
Prepaid Insurance	(2,522.99)	8,642.00
Employees Advances	319.20	61.40
Due to Enterprise Fund	(51,111.88)	(109,027.03)
Accounts Payable	13,050.64	(6,239.46)
Accounts Payable Associated Companies	432.81	(2,317.52)
Accrued Taxes and Employee Benefits	(2,165.31)	(3,710.54)
Payroll Deductions	(2,324.62)	(3,433.46)
Accrued Payroll	(15,349.62)	(1,470.80)
Other Current Liabilities	<u>43.80</u>	<u>(7.09)</u>
Increase (Decrease) in Working Capital	<u>\$ (58,045.48)</u>	<u>\$ (66,253.76)</u>

The accompanying notes are an integral part of the financial statements.

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS

Note 1. Basis of Presentation and Significant Accounting Policies

This report of the Electric Utility, City of Fort Wayne, Allen County, Indiana includes all funds of the Electric Utility.

Proprietary Funds - Enterprise Funds - Enterprise Funds are used to account for the financing of services to the general public where all or most of the costs involved are financed by charges for such services.

Internal Service Funds - Internal Service Funds are used to account for services and commodities furnished by a designated agency of a governmental unit to other departments of the same governmental unit.

The accompanying financial statements conform to generally accepted accounting principles for local governmental units as set forth by Governmental Accounting, Auditing, and Financial Reporting published by the National Committee (Council) on Governmental Accounting and Audits of State and Local Governmental Units, issued by the American Institute of Certified Public Accountants.

The Electric Utility, City of Fort Wayne, Indiana used the Uniform System of Accounts for Class A and B Electric Utilities published by the National Association of Regulatory Utility Commissioners and approved by the Indiana Public Service Commission.

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 2. Internal Service Funds

(a) Garage - All garage expenses are paid by the Electric Utility. Garage services and related supplies are billed to those departments requiring those services and/or supplies. Garage losses, \$63,199.30 for 1979 and \$71,376.50 for 1978, were absorbed by the Electric Utility.

(b) Administrative - All expenses of the Technical Service Department, Customer Information, Meter Readers, Utility Accounting, Superintendent's Office, Data Processing, Office Services, Payroll, Personnel, Public Relations and other general administrative expenses are paid from Electric Utility funds. The Technical Services Department and Offices Services charge those departments that use their services and/or supplies. The balance remaining and the cost of the other departments are then billed on a pro-rata basis as follows: Electric Utility - 4%; Water Utility - 48%; and Sewage Utility - 48%.

Note 3. Utility Plant in Service

A summary of the accounts and the related accumulated depreciation follows:

	Year 1979		Year 1978	
	Cost	Accumulated Depreciation	Cost	Accumulated Depreciation
<u>Garage</u>				
Land and Land Rights	\$ 27,276.61	\$	27,276.61	\$
Buildings and Structures	263,338.14	159,978.53	263,338.14	154,550.67
Transportation Equipment	38,628.19	38,628.19	38,628.19	38,628.19
Furniture and Equipment	5,733.72	3,279.42	5,733.72	3,584.46
Total Garage	<u>334,976.66</u>	<u>202,586.14</u>	<u>334,976.66</u>	<u>196,763.32</u>
<u>Leased Plant</u>				
Utility Plant Leased	24,002,235.00	16,596,949.23	24,002,235.00	16,354,526.59
<u>Street Lighting and Other</u>				
Land and Land Rights	70,611.78		70,611.78	70,611.78
Buildings and Structures	4,605,073.56	1,227,356.48	4,325,175.22	1,042,000.52
Transportation Equipment	122,642.18	90,382.30	90,421.39	85,794.03
Furniture and Equipment	174,851.61	144,046.98	144,799.44	140,902.04
Total Other Utility Plant	<u>4,973,179.13</u>	<u>1,461,785.76</u>	<u>4,631,007.83</u>	<u>1,339,308.37</u>
Total	<u>\$29,310,390.79</u>	<u>\$18,261,321.13</u>	<u>\$28,968,219.49</u>	<u>\$17,890,598.28</u>

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 3. Utility Plant in Service (Continued)

The Utility Plant Assets are stated at cost. Assets are depreciated based upon applying to the beginning asset group balance, a percentage determined by the estimated economic life of the asset. At the time of retirement, the accumulated depreciation account is charged with the book cost of the asset retired and the cost of the removal, and it is credited with the salvage value and any other amounts recovered. The cost of street lighting includes only the material cost. The labor for street lighting is provided by the City and is not capitalized. These procedures are in accordance with Public Service Commission Regulations. The charging of the cost of removal and the credit for the salvage value to the accumulated depreciation account and the failure to capitalize the labor cost of assets are not in accordance with generally accepted accounting principles. The amounts reported had generally accepted accounting principles been followed has not been determined.

Note 4. Accounts Receivable Associated Companies

The balance of Accounts Receivable Associated Companies on December 31, 1979 and 1978 included \$684,186.87 and \$421,658.87, respectively, of amounts expended and receivable from Housing and Urban Development (HUD) on Flood Disaster Grant No. 553DR6. These are tentative amounts based on costs charged to the flood disaster grant and are subject to audit and review by the Grantor Agency. The final amount receivable based on eligible costs has not been determined and are not reflected in the financial statements.

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 5. Pensions

Public Employees' Retirement:

The Fort Wayne Electric Utility has a pension plan agreement with Indiana Public Employees' Retirement Fund, a department of the State of Indiana. The Electric Utility is paying the normal cost of the plan. The total pension expense under this plan for the years 1979 and 1978, was \$114,115.10 and \$103,260.28, respectively. This expense includes amortization of prior service costs over a period of forty years from date of inception. The plan was entered into in 1947. According to information provided by Public Employees' Retirement Fund the actuarially computed required reserve, assets held, and unfunded accrued liability are as follows:

	June 30, 1980	June 30, 1979
Required Reserve	\$1,270,224.48	\$1,122,039.24
Assets Held by Public Employees' Retirement Fund	344,445.70	395,167.48
Unfunded Accrued Liability	<u>\$ 925,778.78</u>	<u>\$ 726,871.76</u>

Municipal Public Utility Retirement:

The Fort Wayne Electric Utility pays the actual cost of benefits and administrative expense of the municipal public utility pension plan for employees retiring under this plan prior to July 1, 1976. Prior to that date an employee had to be under forty years of age to be covered under this plan. After July 1, 1976, those employees belonging to the municipal public utility pension plan are covered by the Public Employees Retirement Fund described above. An actuarial study had not been made on which to base the annual normal cost of this municipal public utility pension plan. Benefits are paid currently. Sufficient data concerning vested benefits of retired employees had not been calculated in order to determine and disclose minimum funding requirements as required under generally accepted accounting principles. No provision has been made to fund prior service cost. During 1979 and 1978, the Electric Utility paid \$53,853.44 and \$56,610.14, respectively, to the Municipal Utility Pension Plan to cover retired employees or beneficiaries.

Note 6. Inventories

Inventories of materials and supplies are valued at cost using the first-in, first-out method. Inventories on hand at December 31 are as follows:

	Year 1979	Year 1978
Office Services	\$ 77,663.11	\$ 65,021.25
Garage	49,860.32	34,446.91
Street Lighting	584,839.50	596,569.95
Totals	<u>\$712,362.93</u>	<u>\$696,038.11</u>

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 7. City of Fort Wayne Community Trust

General Ordinance No. C-21-75, was passed by the City Council establishing a Trust Account, which is in effect a depreciation account, in the amount of \$270,000.00 annually. This trust account will help enable the City to reclaim said Electric Utility by reimbursing Indiana and Michigan Electric Company for additions and extensions upon default of its obligations under the lease by Indiana and Michigan Electric Company or upon termination of said lease.

The values of this trust at December 31 are as follows:

	Year 1979	Year 1978
Cost	\$1,230,296.00	\$872,177.11
Market Value	\$1,155,800.00	\$841,656.56

Note 8. Lease of Electric Utility

Effective March 1, 1975, the City of Fort Wayne leased its Electric Utility to Indiana and Michigan Electric Company for a term of thirty-five years with an option for another fifteen years. Rental payments are due and payable in equal monthly installments in advance on the first day of each month. Rental payments made at any time within thirty days after the due date are not delinquent. Annual rentals to December 31, 1979, are as follows:

Amount	Annual Payments		Received	Future Rentals
	Year	Totals		
\$ 1,440,000.00	3-1-75 to 2-29-80	\$ 7,200,000.00	\$6,960,000.00	\$ 240,000.00
1,490,000.00	3-1-80 to 2-28-85	7,450,000.00		7,450,000.00
1,540,000.00	3-1-85 to 2-28-90	7,700,000.00		7,700,000.00
1,590,000.00	3-1-90 to 2-28-95	7,950,000.00		7,950,000.00
1,640,000.00	3-1-95 to 2-29-2000	8,200,000.00		8,200,000.00
1,690,000.00	3-1-2000 to 2-28-2005	8,450,000.00		8,450,000.00
1,740,000.00	3-1-2005 to 2-28-2010	8,700,000.00		8,700,000.00
Totals		<u>\$55,650,000.00</u>	<u>\$6,960,000.00</u>	<u>\$48,690,000.00</u>

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 9. Trading of Services

Services were traded between the City General Fund and the Electric Utility based on estimates determined by the City are as follows:

Service	Year 1979			Year 1978		
	Estimated Cost	% Applicable To Other Party	Amount	Estimated Cost	% Applicable To Other Party	Amount
<b>Electric Utility:</b>						
Data Processing	\$352,567.00	25	\$ 88,142.00	\$322,000.00	25	\$ 80,500.00
Payroll	54,848.00	50	27,424.00	53,000.00	50	26,500.00
Personnel	185,511.00	50	92,755.00	167,000.00	50	83,500.00
Public Relations	63,153.00	50	31,576.00	60,000.00	50	30,000.00
<b>Total Due Electric Utility</b>			<b>239,897.00</b>			<b>220,500.00</b>
<b>Civil City:</b>						
Mayor's Salary	29,900.00	25	7,475.00	29,900.00	25	7,475.00
Mayor's Adm. Assistant	19,568.00	25	4,892.00	18,375.00	25	4,593.00
Controller's Salary	27,554.00	50	13,777.00	25,872.00	50	12,936.00
Deputy Controller's Salary	21,477.00	25	5,369.00	20,166.00	25	5,041.00
Council	46,800.00	25	11,700.00	46,800.00	25	11,700.00
Chairman, Board of Works	27,554.00	60	16,532.00	25,872.00	60	15,523.00
Member, Board of Works	21,352.00	60	12,811.00	20,051.00	60	12,030.00
Member, Board of Works	21,352.00	60	12,811.00	20,051.00	60	12,030.00
Clerk Secretary	18,094.00	60	10,856.00	16,993.00	60	10,195.00
Adm. Assistant	16,604.00	40	6,641.00	15,593.00	40	6,237.00
Secretary A	10,979.00	60	6,587.00	10,309.00	60	6,185.00
Secretary B	9,896.00	60	5,937.00	9,292.00	60	5,575.00
Minute Record Clerk	10,192.00	60	6,115.00	9,751.00	60	5,742.00
Inspector A	14,541.00	30	4,362.00	13,654.00	30	4,096.00
Inspector A	12,177.00	25	3,044.00	11,434.00	25	2,858.00
Clerk Typist B	7,655.00	30	2,300.00	7,197.00	30	2,159.00
Ombudsman	14,609.00	50	7,304.00	13,719.00	50	6,859.00
Assistant Ombudsman	10,129.00	40	4,051.00	9,512.00	40	3,804.00
City Attorney	21,244.00	50	10,622.00	19,949.00	50	9,974.00
Associate City Attorney	12,072.00	50	6,036.00	11,338.00	50	5,669.00
City Clerk	15,500.00	25	3,875.00	15,500.00	25	3,875.00
Council Attorney	16,774.00	25	4,193.00	15,750.00	25	3,937.00
Purchasing-From Budget	82,330.00	50	41,165.00	82,896.00	50	41,448.00
<b>Total Due Civil City</b>			<b>208,455.00</b>			<b>199,941.00</b>
<b>Net Difference Due Electric Utility</b>			<b>\$ 31,442.00</b>			<b>\$ 20,559.00</b>

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 9. Trading of Services (Continued)

	<u>Year 1979</u>	<u>Year 1978</u>
Receipted to Electric Utility and Prorated 48% to Water Utility and 48% to Sewage Utility		\$20,559.00
Reduction to Contributions in Lieu of Taxes for Year:		
Water Utility	\$ 7,071.00	
Sewage Utility	7,071.00	
Receipted to Water Utility	8,650.00	
Receipted to Sewage Utility	8,650.00	
Totals	<u>\$31,442.00</u>	<u>\$20,559.00</u>

Generally accepted accounting principles require the total transactions be recorded in the accounts and not just the net differences.

Note 10. Vacation Leave and Sick Leave

The vacation and sick leave policy may vary depending upon the union which an employee is a member. An employee may not belong to a union or may belong to one of the following unions:

International Union of Operating Engineers Local 19, International Association of Machinists and Aerospace Workers Local 2569, 2570, and 2571, Office and Professional Employees International Local 325, International Brotherhood of Firemen and Oilers Local 28, or International Brotherhood of Chauffeurs, Teamsters, and Warehousemen and Helpers of America Local 414.

ELECTRIC UTILITY FUNDS  
CITY OF FORT WAYNE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 10. Vacation Leave and Sick Leave (Continued)

Generally, the employees of the City Utilities receive the following:

Vacation Leave:

<u>Length of Service ...</u>	
Six Months to One Year	1 Week
One Year to Ten Years	2 Weeks
Ten Years to Fifteen Years	3 Weeks
Fifteen Years to Twenty-Five Years	4 Weeks
Over Twenty-Five Years	5 Weeks

Vacation Leave can only be accumulated at the end of the year upon special circumstances upon mutual convenience.

Sick Leave:

An employee earns 2.31 hours of sick leave per week of full employment.  
Sick leave may be accumulated.

The amount of accumulated vacation and sick leave is not significant and has not been recognized in the financial statements.

ELECTRIC UTILITY  
SCHEDULE OF INVESTMENTS  
December 31, 1979

<u>Description</u>	<u>Certificate Number</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Purchase Cost</u>	<u>Maturity Value</u>
Operating Fund					
Indiana National Bank	9815	13.125	1-16-80	\$ 950,000.00	\$ 950,000.00
Indiana National Bank	9833	13.5	1-30-80	550,000.00	550,000.00
Indiana National Bank	9838	13.5	2-06-80	200,000.00	200,000.00
Totals				<u>\$1,700,000.00</u>	<u>\$1,700,000.00</u>

ELECTRIC UTILITY FUNDS  
THREE YEAR STATISTICAL SUMMARY

Proprietary Type Fund - Enterprise Fund	1979	1978	1977
Operating Revenues	\$ 1,440,000.00	\$ 1,440,000.00	\$ 1,440,000.00
Operating Expenses	<u>965,865.64</u>	<u>965,724.02</u>	<u>989,346.36</u>
Net Operating Income	474,134.36	474,275.98	450,653.64
Nonoperating Revenues	304,188.21	387,520.80	1,045,061.02
Contributions to City		<u>(2,632,773.00)</u>	<u>(250,000.00)</u>
Net Income (Loss)	<u>\$ 778,322.57</u>	<u>\$(1,770,976.22)</u>	<u>\$ 1,245,714.66</u>
Current Assets	\$ 3,505,985.19	\$ 2,910,745.94	\$ 5,183,054.58
Restricted Assets	1,271,909.77	883,894.97	11,689.02
Fixed Assets	28,974,745.13	28,633,242.83	28,394,121.57
Accumulated Depreciation	(18,058,734.99)	(17,693,834.96)	(17,364,096.13)
Street Lighting in Progress	99,382.23	70,687.83	67,938.75
Deferred Debits	<u>101,298.40</u>	<u>20,657.73</u>	<u>14,627.55</u>
Total Assets	<u>\$15,894,585.73</u>	<u>\$14,825,394.34</u>	<u>\$16,307,335.34</u>
Current Liabilities	\$ 172,113.89	\$ 138,545.39	\$ 99,601.66
Contributions	4,372,228.63	4,114,928.31	3,867,836.82
Retained Earnings	<u>11,350,243.21</u>	<u>10,571,920.64</u>	<u>12,342,896.86</u>
Total Liabilities, Contributions and Retained Earnings	<u>\$15,894,585.73</u>	<u>\$14,825,394.34</u>	<u>\$16,307,335.34</u>
<u>Internal Service Funds</u>			
Operating Revenues	\$ 3,202,442.83	\$ 2,770,166.17	\$ 2,644,258.89
Operating Expenses	<u>3,265,642.13</u>	<u>2,841,542.67</u>	<u>2,703,753.32</u>
Net Income (Loss)	<u>\$ (63,199.30)</u>	<u>\$ (71,376.50)</u>	<u>\$ (59,494.43)</u>
Current Assets	\$ 444,811.08	\$ 445,432.38	\$ 385,480.24
Fixed Assets	335,645.66	334,976.66	334,568.02
Accumulated Depreciation	<u>(202,586.14)</u>	<u>(196,763.32)</u>	<u>(191,231.94)</u>
Total Assets	<u>\$ 577,870.60</u>	<u>\$ 583,645.72</u>	<u>\$ 528,816.32</u>
Current Liabilities	\$ 637,544.34	\$ 580,120.16	\$ 453,914.26
Contributions	151,682.97	151,682.97	151,682.97
Retained Earnings	<u>(211,356.71)</u>	<u>(148,157.41)</u>	<u>(76,780.91)</u>
Total Liabilities, Contributions and Retained Earnings	<u>\$ 577,870.60</u>	<u>\$ 583,645.72</u>	<u>\$ 528,816.32</u>

## AUDIT RESULTS AND COMMENTS

### TRAVEL ADVANCES

Advances for travel expenses were made to both utility employees and civil city employees from Electric Utility Funds during the years 1978 and 1979. This was also mentioned in the previous three field examiners' reports.

The City Controller was advised that this procedure is not authorized by law.

### TRADING OF SERVICES

The City Controller was informed that we are unaware of statutory authority for the trading of services (See Note 9, Pages 20 and 21). The exchange of services without an exchange of cash does not allow for a public hearing prior to the expenditure as provided by IC 6-1.1-17.

### EDUCATIONAL ASSISTANCE

As mentioned in the previous Field Examiners' Report No. A56613, reimbursements were made to employees for education expenses leading toward college degrees.

The City Controller was informed that we are unaware of statutory authority for the above expenditures from public funds. The City Controller was informed that under the "Home Rule Law" cities have the authority to enact an ordinance governing payment of such expenses. As of this date the City of Fort Wayne has not passed such an ordinance.

### AUTOMOBILE LEASES

As mentioned in the previous Field Examiners' Report No. A56613, lease of automobiles for several civil city officials and employees were paid from Electric Utility Funds.

The City Controller was informed that leases of automobiles for civil city officials and employees should be budgeted and paid from those civil city departments appropriations.

AUDIT RESULTS AND COMMENTS  
(Continued)

CIVIL CITY EXPENDITURES CHARGED TO UTILITY FUNDS

During the period examined, civil city expenses were paid from utility funds as follows:

Department	Cost of Department	% Civil City	Civil City Portion	Civil City Expense Prorated to:		
				Electric	Water	Sewage
Year 1978:						
Data Processing	\$305,873.75	25 (1)	\$ 76,468.44	\$ 3,058.74	\$ 36,704.85	\$ 36,704.85
Payroll	52,923.84	50 (1)	26,461.92	1,058.48	12,701.72	12,701.72
Personnel	167,909.57	50 (1)	83,954.79	3,358.19	40,298.30	40,298.30
Public Relations	59,690.85	50 (1)	29,845.43	1,193.81	14,325.81	14,325.81
Garage Loss	71,376.50	57 (2)	40,684.61	40,684.61		
Totals-1978			<u>\$257,415.19</u>	<u>\$49,353.83</u>	<u>\$104,030.68</u>	<u>\$104,030.68</u>
Year 1979:						
Data Processing	\$345,845.60	25 (1)	\$ 86,461.40	\$ 3,458.46	\$ 41,501.47	\$ 41,501.47
Payroll	55,451.53	50 (1)	27,725.77	1,109.03	13,308.37	13,308.37
Personnel	194,552.02	50 (1)	97,276.01	3,891.05	46,692.48	46,692.48
Public Relations	64,561.15	50 (1)	32,280.58	1,291.22	15,494.68	15,494.68
Garage Loss	63,199.30	58 (2)	36,655.59	36,655.59		
Totals-1979			<u>\$280,399.35</u>	<u>\$46,405.35</u>	<u>\$116,997.00</u>	<u>\$116,997.00</u>

Notes:

- (1) Based on estimates determined by the City (See Note 9, Pages 20 and 21).  
(2) Based on revenue for the year as follows:

	Year 1978	Year 1979
Civil City	57%	58%
Inter-Utility	43	42
Totals	<u>100%</u>	<u>100%</u>

The City Controller was advised that all civil city expenses must be budgeted and paid from civil city funds. The procedure of paying civil city expenses from funds of the city utilities is not authorized by law and defeats the purpose of the budget law and is in conflict with the bond ordinances of the water and sewage utilities.

AUDIT RESULTS AND COMMENTS  
(Continued)

CUSTOMER DEPOSITS

Some customer deposits have been on hand for a number of years. The Accounting Supervisor was advised to examine these deposits and if they are found to be unclaimed and on hand for more than seven (7) years, then these deposits must be sent to the Attorney General of the State of Indiana pursuant to IC 32-9-1-6 et seq.

VETERANS' SERVICE OFFICER

As mentioned in the previous Field Examiners' Report No. A55613, the salary and expense of the Veterans' Service Officer is charged to the Personnel and Safety Department and is paid from Electric Utility Funds without appropriations.

The City Controller was informed that the Veterans' Service Officer's salary and expense must be paid from civil city funds pursuant to IC 10-5-1-11, which states:

"... the common council of any city is hereby authorized to appropriate the necessary funds for such purposes ..."

AUDIT RESULTS AND COMMENTS  
(Continued)

OFFICIAL BONDS

Mr. Edmund A. Stanczak, Jr., Superintendent, is bonded by the Indiana Insurance Company in the amount of \$50,000.00. This bond is for a term beginning August 4, 1978, and until a successor is duly qualified, and is recorded in the office of the Recorder of Allen County.

Cashiers are each bonded in the amount of \$5,000.00 with the Indiana Insurance Company, as surety. Bonds covering the period examined are dated January 1, 1976, are for the faithful performance of duties and are filed and recorded in the office of the Recorder of Allen County. All employees of the utility are also covered by a faithful performance blanket position bond in the amount of \$5,000.00 on each employee, carried by the City of Fort Wayne on city employees. The current bond is dated January 1, 1976, with the Indiana Insurance Company, as surety, and is filed and recorded in the office of the Recorder of Allen County.

Current bonds for Cashiers, Ms. Joy Jean Oman and Ms. Jackie Hennig, and Supervisor, Ms. Donna K. Colestock, in the amount of \$5,000.00 with the Fidelity and Deposit Company of Maryland, as surety, are dated January 1, 1980. These bonds are for the faithful performance of duties and are on file in the Deputy City Controller's Office. The Deputy City Controller was informed that these bonds must be recorded in the office of the Recorder of Allen County.

EXIT CONFERENCE

This report was discussed with Mr. Frank Heyman, City Controller, Mr. Alan Zirkle, Director of Operations, Mr. Mark Akers, Chairman of Board of Works, and Mr. Thomas Hohman, Utilities Accounting Supervisor on October 10, 1980. City Controller, Mr. Frank Heyman, responded to the matters discussed in this report in a letter dated November 18, 1980 which was received by the State Board of Accounts on November 24, 1980. This letter has been included in this report on pages 29 through 31.



# The City of Fort Wayne

November 18, 1980

Mr. Kenneth R. Beesley  
State Examiner  
State Board of Accounts  
912 State Office Building  
Indianapolis, Indiana

Dear Mr. Beesley:

This letter is in response to the field examiner's report on the records of the Fort Wayne City Electric, Water and Sewage Utilities for the years 1978 and 1979.

I will respond to each of the comments identified by the field examiners in the following order: the Electric Utility, the Water Utility and, finally, the Sewer Utility. In each section I will refer to the comment by the heading listed by the field examiners.

## Electric Utility.

Travel Advances. The practice of making advances for travel expenses has been terminated.

Trading of Services. The practice of trading services provided by Civil City to the City Utilities and, conversely provided by City Utilities to the Civil City has been one of accounting convenience. As your field examiner's report indicated, nearly \$500,000 in total services were provided by the two major entities and, yet, the net difference amounted to less than \$50,000. This past practice of convenience, however, is at variance with I.C.6-1-1-24 as noted in your report. Therefore, this practice will be terminated with the adoption of the 1982 budget. As you are aware, that process of budget development will begin in the Spring of '81 and conclude with the adoption of Civil City budgets by the Common Council in August. To accomplish this change in procedure we will be instituting a more comprehensive internal invoicing process which will cover all expenses incurred in one entity but consumed by the other. In addition, we will establish in the 1982 Civil City budget a cash reserve fund, into which will be deposited the "transfer of profit" from the various City Utilities. These changes will result in both a corresponding increase in revenues and an increase in expenditures for the various Civil City departments enumerated in the budget process.

An Equal Opportunity Employer  
One Main Street, Fort Wayne, Indiana 46802



Education Assistance. This is the only item in the field examiner's report on which there is disagreement. It is my opinion that the City has taken all necessary steps to officially authorize educational assistance. First, State Statute makes it the purview of the Mayor to establish work rules and procedures for City personnel. Second, the City developed and updated a "Policies and Procedures Manual". This manual, on pages 58 and 59 describes the educational assistance program. Third, the City Council, in its Salary Ordinance, stipulates that "all departments must conform to the Personnel Policies..."

Automobile Leases. Any automobile leases which are used by Civil City officials with the expense being incurred by utility funds will be taken into account in the budget process as delineated above in "Trading of Services".

Civil City Expenditures Charged to Utility Funds. This comment in the field examiner's report is generically similar to that listed above under "Trading of Services". The procedure identified above will be implemented for the 1982 budget to encompass Civil City expenditures charged to utility funds.

Customer Deposits. The Board of Public Works will establish a specific procedure for the disposition of customer deposits which takes into account the requirement of I.C.32-9-1-6 et seq. The procedure will be in place by April 1, 1981.

Veterans Service Officer. The expenditure for the veterans service officer will be included in the items budgeted under the process listed above in response to the comment entitled "Trading of Services".

Water Utility.

Trading of Services. See the response listed above in the Electric Utility under the same heading.

Penalty for Late Payment. The Water Utility will begin instituting a late payment as required by general ordinance number G-27-78. Because this will require some extensive alteration to our billing mechanism it is anticipated that this change will take effect approximately July 1, 1981.

Civil City Expenditures Charged to Utility Funds. This item is generically the same as that listed under the Electric Utility, "Trading of Services". The Civil City expenditures charged to utility funds will be corrected through the procedures noted above.

Sewer Utility.

Trading of Services. See the comments listed above under the Electric Utility. "Trading of Services".

Penalty on Delinquent Sewage Bills. The Sewage Utility will begin full compliance with I.C.19-2-5-23 which requires a penalty to be added to all past due sewage accounts. Since this will require an extensive adjustment to our existing billing procedures it is anticipated that this change will be in place by July 1, 1981.

Contributions in Lieu of Taxes. As was pointed out in the field examiner's report there is no statutory authority for CLIT payments from the Sewage Utility. This practice will, therefore, be discontinued with the 1982 budget.

Civil City Expenditure Charged to Utility Funds. See the response under Electric Utility "Trading of Services".

We appreciate the work and cooperation exhibited by your field examiners in the preparation of their report. We find it beneficial to have the professional efforts they have displayed in the course of their examination.

The report for the years 1978 and 1979, of course, covers the period in which the previous administration was in office. This administration will do that which is necessary to come into compliance with the requirements of Indiana Statutes and more importantly to insure good management and business practices within our City Utilities' operations.

Should you have any questions regarding any of the responses listed above please feel free to contact me at your convenience.

Sincerely,



Frank W. Heyman  
City Controller

cc: Richard Worley  
Thomas E. Felger  
Win Moses, Jr.  
Mark Akers  
Alan Zirkle

FWH/kme

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CERTIFICATE

We certify that this report of the Electric Utility Funds, City of Fort Wayne, Allen County, Indiana, for the period January 1, 1978 to December 31, 1979, is true and correct to the best of our knowledge and belief.

Ted L. Ellis

Ted L. Ellis

Thomas E. Felger

Thomas E. Felger

Gilbert A. Hirschy

Gilbert A. Hirschy

Garry E. Morr

Garry E. Morr

Field Examiners

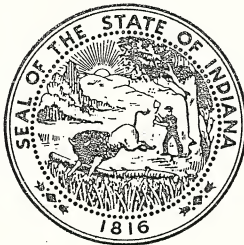
STATE BOARD OF ACCOUNTS  
912 STATE OFFICE BUILDING  
INDIANAPOLIS, INDIANA 46204

THIS REPORT SHOULD BE FILED  
AS AN OFFICIAL DOCUMENT SUBJECT  
TO PUBLIC INSPECTION

AUDIT REPORT  
OF  
WATER UTILITY

CITY OF FORT WAYNE  
ALLEN COUNTY, INDIANA

January 1, 1978 to December 31, 1979



**FILED**

FEB 3 1981

*Chas. F. Benson*  
STATE EXAMINER

# TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Transmittal Letter . . . . .	2
Auditor's Report . . . . .	3
Balance Sheets . . . . .	4 - 5
Statements of Revenue and Expense . . . . .	6 - 7
Statement of Changes in Contributions and Retained Earnings . .	8 - 9
Statement of Changes in Financial Position . . . . .	10
Notes to Financial Statements . . . . .	11 - 13
Schedule of Long-Term Debt . . . . .	14 - 16
Schedule of Investments . . . . .	17
Statistical Summary . . . . .	18
Audit Results and Comments . . . . .	19 - 22
Response of Fort Wayne Officials to Audit Comments . . . . .	23 - 25
Certificate . . . . .	27

FORT WAYNE WATER UTILITY  
BALANCE SHEETS  
December 31, 1978 and 1979  
(Continued)

LIABILITIES, CONTRIBUTIONS  
AND RETAINED EARNINGS

	December 31, <u>1979</u>	December 31, <u>1978</u>
Current Liabilities		
Accounts Payable	\$ 1,588,573.88	\$ 286,698.29
Accounts Payable - Associated Companies	112,185.89	222,886.76
Taxes Accrued	145,472.26	137,954.95
Payroll Deductions	41,695.17	46,895.16
State Retail Sales Tax	17,032.30	16,288.05
Accrued Payroll	50,186.08	38,656.53
Monies Held in Escrow		8,830.00
Revenue Bonds Payable (Due Within One Year)	490,000.00	170,000.00
Interest Accrued - Revenue Bonds	718,328.75	246,941.50
Accrued Public Employees Retirement	26,168.61	30,380.78
Advances for Construction - Customers	45,511.89	14,012.40
Overdraft - Operating Fund Cash		126,005.51
Other Current Liabilities	<u>35,511.82</u>	<u>20,606.41</u>
Total Current Liabilities	<u>3,270,666.65</u>	<u>1,366,156.34</u>
Other Liabilities		
Customer Deposits	<u>109,737.08</u>	<u>105,888.62</u>
Long-Term Liabilities		
Revenue Bonds Payable	<u>23,070,000.00</u>	<u>23,560,000.00</u>

CONTRIBUTIONS AND RETAINED EARNINGS

Contributions in Aid of Construction	11,564,267.83	10,487,075.13
Investment of Municipality	601,034.34	601,034.34
Retained Earnings	<u>17,920,259.87</u>	<u>15,596,328.95</u>
Total Contributions and Retained Earnings	<u>30,085,562.04</u>	<u>26,684,438.42</u>
Total Liabilities, Contributions and Retained Earnings	<u>\$56,535,965.77</u>	<u>\$51,716,483.38</u>

The accompanying notes are an integral part of the financial statements.

FORT WAYNE WATER UTILITY  
BALANCE SHEETS  
December 31, 1978 and 1979

<u>Assets</u>	<u>December 31, 1979</u>	<u>December 31, 1978</u>
<b>Current Assets:</b>		
Operating Fund - Cash	\$ 79,000.31	\$ 200.00
Change Fund - Cash	200.00	200.00
Accounts Receivable - Customers	377,851.40	239,956.24
Accounts Receivable - Sundry	18,320.85	5,952.92
Accounts Receivable - Connections and Assessments		1,145.22
Accounts Receivable - Associated Companies	27,379.06	99,947.88
Provision for Uncollectible Accounts	(16,186.00)	(24,855.73)
Interest Receivable	214,539.89	29,205.94
Inventories	521,801.01	439,041.25
Prepaid Insurance	49,329.06	82,245.60
Accrued Utility Revenues	<u>681,926.86</u>	<u>548,214.07</u>
<b>Total Current Assets</b>	<u>1,954,162.44</u>	<u>1,421,053.39</u>
<b>Restricted Assets:</b>		
Sinking Fund Cash	27,945.88	219,764.75
Depreciation Fund Cash	28,305.34	14,387.88
Construction Fund Cash	22,205.44	142,905.04
Customer Deposits Fund Cash	9,737.08	7,384.87
Investments - Sinking Fund	3,000,000.00	1,000,000.00
Investments - Depreciation Fund	400,000.00	100,000.00
Investments - Customer Deposits	100,000.00	100,000.00
Investments - Construction Fund	<u>12,475,000.00</u>	<u>17,300,000.00</u>
<b>Total Restricted Assets</b>	<u>16,063,193.74</u>	<u>18,884,442.54</u>
<b>Fixed Assets:</b>		
Utility Plant in Service	43,154,811.21	41,673,164.08
Less Accumulated Depreciation	<u>(12,204,948.48)</u>	<u>(11,395,268.54)</u>
<b>Net Utility Plant</b>	30,949,862.73	30,277,895.54
Construction in Progress	<u>7,291,949.84</u>	<u>826,142.68</u>
<b>Total Fixed Assets (Net)</b>	<u>38,241,812.57</u>	<u>31,104,038.22</u>
<b>Deferred Debits</b>		
Unamortized Debt Discount and Expense	244,052.87	261,298.92
Miscellaneous Deferred Debits	<u>32,744.15</u>	<u>45,650.31</u>
<b>Total Deferred Debits</b>	<u>276,797.02</u>	<u>306,949.23</u>
<b>Total Assets</b>	<u>\$56,535,965.77</u>	<u>\$51,716,483.38</u>

STATE BOARD OF ACCOUNTS

Mr. Kenneth R. Beesley  
State Examiner  
Indianapolis, Indiana

Dear Sir:

Pursuant to your instructions, the following report is submitted covering examination of:

OFFICE EXAMINED:	WATER UTILITY, CITY OF FORT WAYNE, ALLEN COUNTY, INDIANA
Period Examined:	January 1, 1978 to December 31, 1979
Officer Examined:	Mr. Edward A. Stanczak, Jr. General Superintendent
Home Address:	3818 Dalewood Drive Fort Wayne, Indiana 46815
Present Officer:	Mr. Alan Zirkle Director of Operations
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802
Mayor:	Mr. Winfield C. Moses, Jr.
Office Address:	Room 910, City-County Building Fort Wayne, Indiana 46802
City Controller:	Mr. Frank Heyman
Office Address:	Room 930, City-County Building Fort Wayne, Indiana 46802
Council President:	Mrs. Vivian Schmidt
Office Address:	Room 122, City-County Building Fort Wayne, Indiana 46802
Accounting Supervisor:	Mr. Thomas E. Hohman
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802

Ted. L. Ellis  
Thomas E. Felger  
Gilbert A. Hirschy  
Garry E. Morr

Field Examiner

# STATE - INDIANA



INDIANAPOLIS, 46204

## STATE BOARD OF ACCOUNTS

912 State Office Building

### AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF FORT WAYNE

We have examined the balance sheets of the Water Utility of the City of Fort Wayne, Indiana as of December 31, 1979 and 1978, and the related statements of revenues and expenses, changes in contributions and retained earnings, and changes in financial position for the years then ended.

Our examinations were made in accordance with generally accepted auditing standards, and accordingly, included such tests of the accounting records and other auditing procedures as we considered necessary in the circumstances.

As more fully described in Note 2 to the financial statements the Water Utility has not disclosed minimum funding requirements for the Municipal Public Utility Pension Plan as required by generally accepted accounting principles.

In our opinion, subject to the effects, on the financial statements of the matter discussed in the preceding paragraph, the financial statements referred to above present fairly the financial position of the Water Utility of the City of Fort Wayne, Indiana as of December 31, 1979 and 1978, and the results of its operations and changes in its financial position for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

The accompanying supplemental schedules, Schedule of Long-Term Debt, Schedule of Investments, and Statistical Summary are not necessary for a fair presentation of the financial statements but are presented as additional analytical data. This information has been subjected to the tests and other auditing procedures applied in the examination of the financial statements mentioned above and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

STATE BOARD OF ACCOUNTS

October 10, 1980

FORT WAYNE WATER UTILITY  
STATEMENTS OF REVENUE AND EXPENSE  
Years Ended December 31, 1978 and 1979

	<u>Year 1979</u>	<u>Year 1978</u>
Operating Revenues:		
Unmetered Sales	\$ 1,683.05	\$ 1,683.05
Metered Sales	7,456,230.25	5,852,293.18
Private Fire Protection	153,372.50	146,156.22
Public Fire Protection	546,285.60	413,991.24
Other Sales to Public Authorities	142,692.87	112,276.05
Sales for Resale	185,275.10	199,445.41
Interdepartmental Sales	11,622.30	10,444.45
Miscellaneous Service Revenue	75,009.24	73,932.02
Rents From Water Property	<u>300.00</u>	<u>540.00</u>
Total Operating Revenue	<u>8,572,470.91</u>	<u>6,810,761.62</u>
Operating Expenses		
Operating		
Source of Supply	26,222.53	38,171.63
Pumping Expense	409,575.67	445,269.08
Water Treatment	1,618,148.51	1,410,053.98
Transmission and Distribution	407,084.71	322,357.41
Maintenance		
Source of Supply	25,492.58	25,623.43
Pumping	36,634.93	27,807.59
Water Treatment	169,550.05	163,207.81
Transmission and Distribution	1,141,135.42	798,253.28
Other Operating Expenses		
Meter Reading Expenses	114,778.81	114,414.14
Customer Records and Collections Expense	343,969.30	317,942.30
Uncollectible Accounts	24,000.00	22,856.84
Administrative and General Salaries	241,253.70	221,870.58
Office Supplies and Other Expenses	20,671.14	21,597.45
Outside Services Employed	25,274.29	28,359.17
Property Insurance	79,699.51	66,115.39
Casualty and Perils Insurance	9,572.52	80,794.70
Injuries and Damages	136,812.73	110,017.30
Municipal Pension	23,555.57	25,613.20
Public Employees Retirement	160,834.34	152,288.05
Group Insurance		9,275.37
Hospitalization Insurance	137,959.47	104,189.83
Severance Pay	1,345.58	1,309.73
Miscellaneous General Expense	27,448.23	28,230.80
Rents	56,028.04	48,742.07
Depreciation Expense	886,723.30	771,538.66
Amortization of Other Utility Plant	14,335.96	20,793.40

FORT WAYNE WATER UTILITY  
STATEMENTS OF REVENUE AND EXPENSE  
Years Ended December 31, 1978 and 1979  
(Continued)

	<u>Year 1979</u>	<u>Year 1978</u>
Operating Expenses (Continued)		
Other Operating Expenses (Continued)		
Social Security	\$ 166,570.82	\$ 153,473.33
Unemployment Tax	13,007.27	3,833.07
State Sales Tax		12,103.04
Gross Income Tax	<u>124,872.08</u>	<u>98,487.76</u>
Total	<u>6,442,557.06</u>	<u>5,644,590.39</u>
Net Operating Income	<u>2,129,913.85</u>	<u>1,166,171.23</u>
Nonoperating Revenue		
Earnings on Investments	1,928,301.59	120,859.72
Income from Non-Utility Operation	1,621.00	2,416.68
Merchandising, Jobbing and Contract Work	14,499.57	9,267.66
Other Nonoperating Income	<u>17,035.61</u>	<u>17,157.39</u>
Total Nonoperating Income	<u>1,961,457.77</u>	<u>149,701.45</u>
Gross Income	<u>4,091,371.62</u>	<u>1,315,872.68</u>
Nonoperating Deductions		
Interest Expense	<u>1,452,057.70</u>	<u>330,001.06</u>
Net Income Before Deduction for Contributions		
in Lieu of Taxes	2,639,313.92	985,871.62
Deduct Contributions in Lieu of Taxes	<u>315,383.00</u>	<u>331,104.00</u>
Net Income	<u>\$ 2,323,930.92</u>	<u>\$ 654,767.62</u>

The accompanying notes are an integral part of the financial statements.

FORT WAYNE WATER UTILITY  
STATEMENT OF CHANGES IN CONTRIBUTIONS AND RETAINED EARNINGS  
For the Years Ended December 31, 1978 and 1979

	Year 1978				Total	Retained Earnings
	<u>Taps</u>	<u>Mains</u>	<u>Contributions Municipal</u>	<u>Other</u>		
Balance, Beginning of Year	\$ 2,603,443.74	\$ 6,510,160.81	\$ 145,869.32	\$ 5,880.00	\$ 9,265,353.87	\$14,941,561.33
Add:						
Contributions	293,869.08	927,802.18	50.00		1,221,721.26	
Net Income for the Year						<u>654,767.62</u>
Balance, End of Year	<u>\$ 2,897,312.82</u>	<u>\$ 7,437,962.99</u>	<u>\$ 145,919.32</u>	<u>\$ 5,880.00</u>	<u>\$10,487,075.13</u>	<u>\$15,596,328.95</u>

The accompanying notes are an integral part of the financial statements.

Year 1979 Contributions					Retained Earnings
<u>Taps</u>	<u>Mains</u>	<u>Municipal</u>	<u>Other</u>	<u>Total</u>	
\$ 2,897,312.82	\$ 7,437,962.99	\$ 145,919.32	\$ 5,880.00	\$10,487,075.13	\$15,596,328.95
273,599.50	803,593.20			1,077,192.70	
					<u>2,323,930.92</u>
<u>\$ 3,170,912.32</u>	<u>\$ 8,241,556.19</u>	<u>\$ 145,919.32</u>	<u>\$ 5,880.00</u>	<u>\$11,564,267.83</u>	<u>\$17,920,259.87</u>

FORT WAYNE WATER UTILITY  
STATEMENT OF CHANGES IN FINANCIAL POSITION  
For the Years Ending December 31

<u>Source of Funds:</u>	<u>Year 1977</u>	<u>Year 1978</u>
Operations:		
Net Income for the Year	\$ 2,323,930.92	\$ 654,767.62
Items Not Requiring Outlay of Working Capital		
Depreciation Expense	886,723.30	771,538.66
Amortization of Deferred Debits	<u>14,335.96</u>	<u>20,793.40</u>
Total Provided From Operations	3,224,990.18	1,447,099.68
Contributions in Aid of Construction	1,077,192.70	1,221,721.26
Net Increase in Long-Term Debt		17,624,925.64
Decrease in Net Restricted Assets	3,143,730.56	
Decrease in Working Capital	<u>580,014.01</u>	<u>386,195.63</u>
Totals	<u>\$ 8,025,927.45</u>	<u>\$20,679,942.21</u>

Application of Funds:

Net Increase to Utility Plant in Service	\$ 1,560,120.29	\$ 2,338,264.08
Increase to Construction in Progress	6,465,807.16	645,716.01
Increase in Net Restricted Assets	<u></u>	<u>17,695,962.12</u>
Totals	<u>\$ 8,025,927.45</u>	<u>\$20,679,942.21</u>

Various Elements of Net Decrease in Working Capital:	<u>Increase (Decrease)</u>	
Cash	\$ 205,005.82	\$ (189,737.37)
Accounts Receivable (Net)	85,218.78	38,856.80
Unbilled Utility Revenue	133,712.79	47,405.56
Interest Receivable	185,333.95	25,420.51
Notes Receivable		( 863.76)
Investments		(150,000.00)
Inventories	82,759.76	( 13,313.04)
Prepaid Insurance	( 32,916.54)	( 1,681.52)
Accounts Payable (Net)	(1,191,174.72)	(203,000.08)
Accrued Taxes Payable	( 7,517.31)	( 16,894.20)
Payroll Deductions	5,199.99	( 5,166.56)
State Sales Tax Payable	( 744.25)	( 2,335.57)
Accrued Payroll	( 11,529.55)	( 4,497.59)
Monies in Escrow	8,830.00	79,982.27
Public Employees Retirement Fund	4,212.17	( 2,268.33)
Advance for Construction - Customers	( 31,499.49)	13,323.42
Other Accrued Liabilities	<u>( 14,905.41)</u>	<u>( 1,426.17)</u>
Decrease in Working Capital	<u>\$ (580,014.01)</u>	<u>\$ (386,195.63)</u>

The accompanying notes are an integral part of the financial statements.

# NOTES TO FINANCIAL STATEMENTS

## Note 1. Summary of Significant Accounting and Reporting Policies

The accounts of the Utility are maintained and the financial statements are presented on the accrual basis of accounting. Under the accrual basis of accounting revenues are recognized when earned and expenses are recognized when incurred.

## Note 2. Pensions

### Public Employees' Retirement:

The Fort Wayne Water Utility has a pension plan agreement with Indiana Public Employees' Retirement Fund, a department of the State of Indiana. The Water Utility is paying the normal cost of this plan. The total pension expense under this plan, for the years 1979 and 1978, was \$160,834.34 and \$152,288.05, respectively. This expense includes amortization of prior service costs over a period of forty years from date of inception. The plan was entered into in 1947. According to information provided by Public Employees' Retirement Fund the actuarially computed required reserve, assets held, and unfunded liability are as follows:

	<u>June 30, 1980</u>	<u>June 30, 1979</u>
Required Reserve	\$1,900,343.84	\$1,679,242.40
Assets Held By Public Employees'		
Retirement Fund	<u>515,496.96</u>	<u>591,407.12</u>
Unfunded Accrued Liability	<u>\$1,384,846.88</u>	<u>\$1,087,835.28</u>

### Municipal Public Utility Retirement:

The Fort Wayne Water Utility pays the actual cost of benefits and administrative expense of the municipal public utility pension plan for employees retiring under this plan prior to July 1, 1976. Prior to that date an employee had to be under forty years of age to be covered under this plan. After July 1, 1976, those employees belonging to the municipal public utility pension plan are covered by the Public Employees' Retirement Fund described above. An actuarial study had not been made on which to base the annual normal cost of this municipal public utility pension plan. Benefits are paid currently. Sufficient data concerning vested benefits of retired employees had not been calculated in order to determine and disclose minimum funding requirements as required under generally accepted accounting principles. No provision has been made to fund prior service cost. During 1979 and 1978, the Water Utility paid \$23,555.57 and \$25,613.20 respectively, to the Municipal Utility Pension Plan to cover retired employees or beneficiaries.

NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 3. Utility Plant Assets

The utility plant assets are stated at cost. The utility maintains its depreciation records based upon the Uniform System of Accounts for Class A and B Water Utilities as prescribed by the National Association of Regulatory Utility Commissioners. Assets are depreciated based upon applying to the beginning asset group balance, a percentage determined by the estimated economic life of the asset. At the time of retirement, the accumulated depreciation account is charged with the book cost of the asset retired and the cost of the removal, and it is credited with the salvage value and any other amount recovered.

Note 4. Inventories

Inventories of materials and supplies are accounted for at the lower of cost or market using the first in, first out method.

Note 5. Bond Discount and Expense

Bond discount and expense is being amortized over the life of the respective bond issues using the bonds outstanding method.

Note 6. Utility General and Administrative Expenses

All expenses of the Technical Services Department, Customer Information, Meter Readers, Utility Accounting, Superintendent's Office, Data Processing, Office Services, Payroll, Personnel and Safety, Public Relations and other administrative expenses not chargeable to any one utility, are paid by the Electric Utility. The Technical Services Department and Office Services charge those departments that use their services and/or supplies. Any balance remaining in those two departments and the cost of the other departments are then billed on a pro-rata basis of 48% to the Water Utility. The cost of some of the above departments include some Civil City expenses.

Note 7. Accrued Utility Revenues

The utility accrued revenues for estimated water distribution but not yet billed as of December 31, 1979 and 1978 the balance sheets dates.

NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 8. Change in Rates

Beginning in 1979, a change in water rates went into effect. The increase in rates were approved by the Public Service Commission on December 4, 1978. A comparison of some of the changes in the rates are as follows:

<u>Domestic</u> <u>Cubic Feet Per Month</u>		<u>Rate Per 100 Cubic Feet</u>	
		<u>Prior to</u> <u>1-1-79</u>	<u>After</u> <u>1-1-79</u>
<u>Inside Corporate Limits:</u>			
First	500	\$ .696	\$ .912
Next	1,500	.537	.703
Next	2,500	.448	.587
Next	7,500	.413	.541
Next	18,000	.354	.464
Next	20,000	.301	.394
Next	50,000	.266	.348
Next	50,000	.212	.278
Over	150,000	.195	.255

Note 9. Vacation Leave and Sick Leave

The vacation and sick leave policy may vary depending upon the union which an employee is a member. An employee may not belong to a union or may belong to one of the following unions:

International Union of Operation Engineers Local 19, International Association of Machinists and Aerospace Workers Local 2569, 2570, and 2571, Office and Professional Employees International Local 325, International Brotherhood of Firemen and Oilers Local 28, or International Brotherhood of Chauffeurs, Teamsters, and Warehousemen and Helpers of America Local 414.

Generally, the employees of the City Utilities receive the following :

Vacation Leave:

Length of Service

Six Months to One Year	1 week
One Year to Ten Years	2 weeks
Ten Years to Fifteen Years	3 weeks
Fifteen Years to Twenty-Five Years	4 weeks
Over Twenty-Five Years	5 weeks

Vacation leave can only be accumulated at the end of the year upon special circumstances upon mutual convenience.

Sick Leave:

An employee earns 2.31 hours of sick leave per week of full employment. Sick leave may be accumulated.

The amount of accumulated vacation and sick leave is not significant and has not been recognized in the financial statements.

FORT WAYNE WATER UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979

<u>Description</u>	<u>Int. Rate</u>	<u>Annual Payments</u>		<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
		<u>Amount</u>	<u>Year</u>			
Revenue Bonds						
Purpose: Waterworks						
Term: 11-1-67 to 7-1-2000						
Interest Payments: January and July 1, Each Year	5%	\$		\$	\$	\$
		75,000.00	(1976)	75,000.00	75,000.00	
		80,000.00	(1977-78)	160,000.00	160,000.00	
		85,000.00	(1979)	85,000.00	85,000.00	
		90,000.00	(1980-81)	180,000.00		180,000.00
		95,000.00	(1982)	95,000.00		95,000.00
		100,000.00	(1983)	100,000.00		100,000.00
		105,000.00	(1984)	105,000.00		105,000.00
		110,000.00	(1985-86)	220,000.00		220,000.00
		115,000.00	(1987-88)	230,000.00		230,000.00
		120,000.00	(1989)	120,000.00		120,000.00
		125,000.00	(1990)	125,000.00		125,000.00
		130,000.00	(1991)	130,000.00		130,000.00
		135,000.00	(1992)	135,000.00		135,000.00
		140,000.00	(1993)	140,000.00		140,000.00
		145,000.00	(1994)	145,000.00		145,000.00
		150,000.00	(1995)	150,000.00		150,000.00
		155,000.00	(1996)	155,000.00		155,000.00
		165,000.00	(1997)	165,000.00		165,000.00
		175,000.00	(1998)	175,000.00		175,000.00
		185,000.00	(1999)	185,000.00		185,000.00
		125,000.00	(2000)	125,000.00		125,000.00
Totals				<u>\$ 3,000,000.00</u>	<u>\$ 320,000.00</u>	<u>\$ 2,680,000.00</u>

FORT WAYNE WATER UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979  
(Continued)

<u>Description</u>	<u>Int. Rate</u>	<u>Annual Payments</u>		<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
		<u>Amount</u>	<u>Year</u>			
Revenue Bonds						
Purpose: Waterworks						
Term: 12-1-68 to 7-1-2000						
Interest Payments: January and July 1st, Each Year	5.25%	\$ 75,000.00	(1976)	\$ 75,000.00	\$ 75,000.00	\$
		80,000.00	(1977-78)	160,000.00	160,000.00	
		85,000.00	(1979)	85,000.00	85,000.00	
		90,000.00	(1980-81)	180,000.00		180,000.00
		95,000.00	(1982)	95,000.00		95,000.00
		100,000.00	(1983)	100,000.00		100,000.00
		105,000.00	(1984)	105,000.00		105,000.00
		110,000.00	(1985-86)	220,000.00		220,000.00
		115,000.00	(1987-88)	230,000.00		230,000.00
		120,000.00	(1989)	120,000.00		120,000.00
		125,000.00	(1990)	125,000.00		125,000.00
		130,000.00	(1991)	130,000.00		130,000.00
		135,000.00	(1992)	135,000.00		135,000.00
		140,000.00	(1993)	140,000.00		140,000.00
		145,000.00	(1994)	145,000.00		145,000.00
		150,000.00	(1995)	150,000.00		150,000.00
		155,000.00	(1996)	155,000.00		155,000.00
		165,000.00	(1997)	165,000.00		165,000.00
		175,000.00	(1998)	175,000.00		175,000.00
		185,000.00	(1999)	185,000.00		185,000.00
		325,000.00	(2000)	325,000.00		325,000.00
	5.40%					
Totals				<u>\$ 3,200,000.00</u>	<u>\$ 320,000.00</u>	<u>\$ 2,880,000.00</u>

FORT WAYNE WATER UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979  
(Continued)

<u>Description</u>	<u>Int. Rate</u>	<u>Annual Payments</u>		<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
		<u>Amount</u>	<u>Year</u>			
Revenue Bonds						
Purpose: Waterworks						
Term: 12-1-78 to 1-1-2003						
Interest Payments: January and July 1st, Each Year	7%	\$		\$	\$	\$
		310,000.00	(1980)	310,000.00		310,000.00
		330,000.00	(1981)	330,000.00		330,000.00
		345,000.00	(1982)	345,000.00		345,000.00
		370,000.00	(1983)	370,000.00		370,000.00
		390,000.00	(1984)	390,000.00		390,000.00
		425,000.00	(1985)	425,000.00		425,000.00
		455,000.00	(1986)	455,000.00		455,000.00
		490,000.00	(1987)	490,000.00		490,000.00
		525,000.00	(1988)	525,000.00		525,000.00
		560,000.00	(1989)	560,000.00		560,000.00
		595,000.00	(1990)	595,000.00		595,000.00
		635,000.00	(1991)	635,000.00		635,000.00
		675,000.00	(1992)	675,000.00		675,000.00
		720,000.00	(1993)	720,000.00		720,000.00
		770,000.00	(1994)	770,000.00		770,000.00
		820,000.00	(1995)	820,000.00		820,000.00
		865,000.00	(1996)	865,000.00		865,000.00
		915,000.00	(1997)	915,000.00		915,000.00
		970,000.00	(1998)	970,000.00		970,000.00
		965,000.00	(1999)	965,000.00		965,000.00
		1,025,000.00	(2000)	1,025,000.00		1,025,000.00
		1,555,000.00	(2001)	1,555,000.00		1,555,000.00
		1,650,000.00	(2002)	1,650,000.00		1,650,000.00
		1,640,000.00	(2003)	1,640,000.00		1,640,000.00
Totals				<u>18,000,000.00</u>	<u>\$</u>	<u>\$18,000,000.00</u>
Total Revenue Bonds				<u>\$24,200,000.00</u>	<u>\$</u>	<u>\$23,560,000.00</u>

FORT WAYNE WATER UTILITY  
SCHEDULE OF INVESTMENTS  
December 31, 1979

<u>Description</u>	<u>Certificate Number</u>	<u>Int. Rate %</u>	<u>Maturity Date</u>	<u>Purchase Cost</u>	<u>Maturity Value</u>
Fort Wayne National Bank	95785	12.75	1- 2-80	\$ 2,400,000.00	\$ 2,400,000.00
Peoples Trust Bank	95051	13.25	1- 9-80	1,100,000.00	1,100,000.00
Indiana National Bank	9765	13.875	1- 9-80	450,000.00	450,000.00
Indiana National Bank	9823	13.25	1-23-80	500,000.00	500,000.00
Indiana National Bank	9838	13.50	2- 6-80	600,000.00	600,000.00
Indiana National Bank	9835	13.50	3- 7-80	2,000,000.00	2,000,000.00
Peoples Trust Bank	95071	13.75	6-12-80	5,875,000.00	5,875,000.00
Peoples Trust Bank	91334	12.00	6-19-80	<u>3,050,000.00</u>	<u>3,050,000.00</u>

Total Investments

\$15,975,000.00

\$15,975,000.00

The CD's were distributed into the following funds:

Sinking Investment Fund	\$ 3,000,000.00
Construction Investment Fund	12,475,000.00
Customer Deposit Investment Fund	100,000.00
Depreciation Investment Fund	<u>400,000.00</u>

Total Investments

\$15,975,000.00

FORT WAYNE WATER UTILITY  
THREE YEAR STATISTICAL SUMMARY

	<u>1979</u>	<u>1978</u>	<u>1977</u>
Operating Revenues	\$ 8,572,470.91	\$ 6,810,761.62	\$ 6,622,104.11
Operating Expenses	<u>6,442,557.76</u>	<u>5,644,590.39</u>	<u>5,654,886.84</u>
Net Operating Income	2,129,913.15	1,166,171.23	967,217.27
Nonoperating Revenues	1,961,457.77	149,701.45	114,254.29
Nonoperating Expenses	<u>1,767,440.70</u>	<u>661,105.06</u>	<u>632,769.44</u>
Net Income	<u>\$ 2,323,930.22</u>	<u>\$ 654,767.62</u>	<u>\$ 448,702.12</u>
Current Assets	\$ 1,954,162.44	\$ 1,421,053.39	\$ 1,538,960.70
Restricted Assets	16,063,193.74	18,884,442.54	1,077,243.27
Utility Plant In-Service	43,154,811.21	41,673,164.08	39,436,990.39
Accumulated Depreciation	(12,204,948.48)	(11,395,268.54)	(10,717,933.03)
Construction In Progress	7,291,949.84	826,142.68	180,426.67
Other Assets	<u>276,797.02</u>	<u>306,949.23</u>	<u>114,781.03</u>
Total Assets	<u>\$56,535,965.77</u>	<u>\$51,716,483.38</u>	<u>\$31,630,469.03</u>
Current Liabilities	\$ 3,270,666.65	\$ 1,366,156.34	\$ 994,699.02
Long-Term Liabilities	23,070,000.00	23,560,000.00	5,730,000.00
Other Liabilities	109,737.08	105,888.62	97,820.47
Retained Earnings	17,920,259.87	15,596,328.95	14,941,561.33
Contributions	11,564,267.83	10,487,075.13	9,265,353.87
Investment of Municipality	<u>601,034.34</u>	<u>601,034.34</u>	<u>601,034.34</u>
Total Liabilities, Contributions and Retained Earnings	<u>\$56,535,965.71</u>	<u>\$51,716,483.38</u>	<u>\$31,630,469.03</u>
Number of Customers:			
Residential	51,183	50,708	48,819
Commercial	<u>5,316</u>	<u>5,248</u>	<u>5,111</u>
Total	<u>56,499</u>	<u>55,956</u>	<u>53,930</u>

# AUDIT RESULTS AND COMMENTS

## TRADING OF SERVICE

Services were traded between the City General Fund and the City Utilities based on estimates determined by the City (which are questionable without supporting documentation) are as follows:

Service	Year 1978		
	Estimated Cost	% Applicable To Other Party	Amount
City Utilities:			
Data Processing	\$322,000.00	25	\$ 80,500.00
Payroll	53,000.00	50	26,500.00
Personnel	167,000.00	50	83,500.00
Public Relations	60,000.00	50	30,000.00
Total Due City Utilities			<u>\$220,500.00</u>

### Civil City:

Mayor's Salary	29,900.00	25	7,475.00
Mayor's Adm. Assistant	18,375.00	25	4,593.00
Controller's Salary	25,872.00	50	12,936.00
Deputy Controller's Salary	20,166.00	25	5,041.00
Council	46,800.00	25	11,700.00
Chairman, Board of Works	25,872.00	60	15,523.00
Member, Board of Works	20,051.00	60	12,030.00
Member, Board of Works	20,051.00	60	12,030.00
Clerk Secretary	16,993.00	60	10,195.00
Adm. Assistant	15,593.00	40	6,237.00
Secretary A	10,309.00	60	6,185.00
Secretary B	9,292.00	60	5,575.00
Minute Record Clerk	9,571.00	60	5,742.00
Inspector A	13,654.00	30	4,096.00
Inspector A	11,434.00	25	2,858.00
Clerk Typist B	7,197.00	30	2,159.00
Ombudsman	13,719.00	50	6,859.00
Assistant Ombudsman	9,512.00	40	3,804.00
City Attorney	19,949.00	50	9,974.00
Associate City Attorney	11,338.00	50	5,669.00
City Clerk	15,500.00	25	3,875.00
Council Attorney	15,750.00	25	3,937.00
Purchasing - From Budget	82,896.00	50	41,448.00
Total Due Civil City			<u>199,941.00</u>

Net Difference in Services Paid to Utilities

\$ 20,559.00

Receipted to Electric Utility and prorated  
48% to Water Utility and 48% to Sewage  
Utility

\$ 20,559.00

Reduction to Contribution in Lieu of Taxes  
for Year:

Water Utility

Sewage Utility

Receipted to Water Utility

Receipted to Sewage Utility

Totals

\$ 20,559.00

AUDIT RESULTS AND COMMENTS  
(Continued)

TRADING OF SERVICES (Continued)

<u>Service</u>	<u>Year 1979</u>		
	<u>Estimated Cost</u>	<u>% Applicable To Other Party</u>	<u>Amount</u>
<b>City Utilities:</b>			
Data Processing	\$352,567.00	25	\$ 88,142.00
Payroll	54,848.00	50	27,424.00
Personnel	185,511.00	50	92,755.00
Public Relations	63,153.00	50	31,576.00
Total Due City Utilities			<u>239,897.00</u>
<b>Civil City:</b>			
Mayor's Salary	29,900.00	25	7,475.00
Mayor's Adm. Assistant	19,568.00	25	4,892.00
Controller's Salary	27,554.00	50	13,777.00
Deputy Controller's Salary	21,477.00	25	5,369.00
Council	46,800.00	25	11,700.00
Chairman, Board of Works	27,554.00	60	16,532.00
Member, Board of Works	21,352.00	60	12,811.00
Member, Board of Works	21,352.00	60	12,811.00
Clerk Secretary	18,094.00	60	10,856.00
Adm. Assistant	16,604.00	40	6,641.00
Secretary A	10,979.00	60	6,587.00
Secretary B	9,896.00	60	5,937.00
Minute Record Clerk	10,192.00	60	6,115.00
Inspector A	14,541.00	30	4,362.00
Inspector A	12,177.00	25	3,044.00
Clerk Typist B	7,665.00	30	2,300.00
Ombudsman	14,609.00	50	7,304.00
Assistant Ombudsman	10,129.00	40	4,051.00
City Attorney	21,244.00	50	10,622.00
Associate City Attorney	12,072.00	50	6,036.00
City Clerk	15,500.00	25	3,875.00
Council Attorney	16,774.00	25	4,193.00
Purchasing - From Budget	82,330.00	50	41,165.00
Total Due Civil City			<u>208,455.00</u>
Net Difference in Services Paid to Utilities			<u>\$ 31,442.00</u>
Receipted to Electric Utility and prorated 48% to Water Utility and 48% to Sewage Utility			
Reduction to Contribution in Lieu of Taxes for Year:			
Water Utility			\$ 7,071.00
Sewage Utility			7,071.00
Receipted to Water Utility			8,650.00
Receipted to Sewage Utility			<u>8,650.00</u>
Totals			<u>\$ 31,442.00</u>

The City Controller was informed that your examiners are unaware of statutory authority for the trading of services. The exchange of service without an exchange of cash does not allow for a public hearing prior to the expenditure as provided by IC 6-1.1-17.

AUDIT RESULTS AND COMMENTS  
(Continued)

PENALTY FOR LATE PAYMENT

General Ordinance No. G-27-78 was adopted by the Common Council on September 26, 1978, and signed by the Mayor on September 27, 1978. This Ordinance stated as follows:

"All bills for water services not paid within fifteen (15) days from the due date thereof, as stated in such bills; shall be subject to a collection or deferred payment charge of 10% on the first \$3.00 and 3% on the excess over \$3.00".

As of the date of this audit, this penalty for delinquent payment of water bills has not been charged or collected.

Utility officials were informed that this Ordinance must be followed or repealed by the Common Council.

CIVIL CITY EXPENDITURES CHARGED TO UTILITY FUNDS

During the period examined, Civil City expenses were paid from utility fund as follows:

Department	Cost of Department	% Civil City	Civil City Portion	Civil City Expense Prorated To		
				Electric	Water	Sewage
Year 1978:						
Data Processing	\$305,873.25	25 (1)	\$ 76,468.44	\$ 3,058.74	\$ 36,704.85	\$ 36,704.85
Payroll	52,923.84	50 (1)	26,461.92	1,058.48	12,701.72	12,701.72
Personnel	167,909.84	50 (1)	83,954.79	3,358.19	40,298.30	40,298.30
Public Relations	59,690.85	50 (1)	29,845.43	1,193.81	14,325.81	14,325.81
Garage Loss	71,376.50	57 (2)	40,684.61	40,684.61		
Totals-1978			<u>\$257,415.19</u>	<u>\$49,353.83</u>	<u>\$104,030.68</u>	<u>\$104,030.68</u>
Year 1979:						
Data Processing	\$345,845.60	25 (1)	\$ 86,461.40	\$ 3,458.46	\$ 41,501.47	\$ 41,501.47
Payroll	55,451.53	50 (1)	27,725.77	1,109.03	13,308.37	13,308.37
Personnel	194,552.02	50 (1)	97,276.01	3,891.05	46,692.48	46,692.48
Public Relations	64,561.15	50 (1)	32,280.58	1,291.22	15,494.68	15,494.68
Garage Loss	63,199.30	58 (2)	36,655.59	36,655.59		
Totals-1979			<u>\$280,399.35</u>	<u>\$46,405.35</u>	<u>\$116,997.00</u>	<u>\$116,997.00</u>

Notes:

- (1) Based on estimates determined by the City (See Audit Results and Comments, page 19).
- (2) Based on Revenue for the year as follows:

	Year 1978	Year 1979
Civil City	57%	58%
Inter-Utility	<u>43</u>	<u>42</u>
Totals	<u>100%</u>	<u>100%</u>

The City Controller was advised that all Civil City expenses must be budgeted and paid from Civil City Funds. The procedure of paying Civil City expenses from funds of the City Utilities is not authorized by law and defeats the purpose of the budget law and is in conflict with the Bond Ordinances of the Water and Sewage Utilities.

AUDIT RESULTS AND COMMENTS  
(Continued)

OFFICIAL BONDS

Mr. Edmund A. Stanczak, Jr., Superintendent, is bonded by the Indiana Insurance Company in the amount of \$50,000.00. This bond is for a term beginning August 4, 1978, and until a successor is duly qualified, and is recorded in the office of the Recorder of Allen County.

Cashiers are each bonded in the amount of \$5,000.00 with the Indiana Insurance Company, as surety. Bonds covering the period examined are dated January 1, 1976, are for the faithful performance of duties and are filed and recorded in the office of the Recorder of Allen County. All employees of the utility are also covered by a faithful performance blanket position bond in the amount of \$5,000.00 on each employee, carried by the City of Fort Wayne on city employees. The current bond is dated January 1, 1976, with the Indiana Insurance Company, as surety, and is filed and recorded in the office of the Recorder of Allen County.

Current bonds for Cashiers, Ms. Joy Jean Oman and Ms. Jackie Hennig, and Supervisor Ms. Donna K. Colestock, in the amount of \$5,000.00 with the Fidelity and Deposit Company of Maryland, as surety, are dated January 1, 1980. These bonds are for the faithful performance of duties and are on file in the Deputy City Controller's office. The Deputy City Controller was informed that these bonds must be recorded in the office of the Recorder of Allen County.

EXIT CONFERENCE

This report was discussed with Mr. Frank Heyman, City Controller, Mr. Alan Zirkle, Director of Operations, Mr. Mark Akers, Chairman of Board of Works, and Mr. Thomas Hohman, Utilities Accounting Supervisor on October 10, 1980. City Controller, Mr. Frank Heyman, responded to the matters discussed in this report in a letter dated November 18, 1980 which was received by the State Board of Accounts on November 24, 1980. This letter has been included in this report on pages 23 through 25.



# The City of Fort Wayne

November 18, 1980

Mr. Kenneth R. Beesley  
State Examiner  
State Board of Accounts  
912 State Office Building  
Indianapolis, Indiana

Dear Mr. Beesley:

This letter is in response to the field examiner's report on the records of the Fort Wayne City Electric, Water and Sewage Utilities for the years 1978 and 1979.

I will respond to each of the comments identified by the field examiners in the following order: the Electric Utility, the Water Utility and, finally, the Sewer Utility. In each section I will refer to the comment by the heading listed by the field examiners.

## Electric Utility.

Travel Advances. The practice of making advances for travel expenses has been terminated.

Trading of Services. The practice of trading services provided by Civil City to the City Utilities and, conversely provided by City Utilities to the Civil City has been one of accounting convenience. As your field examiner's report indicated, nearly \$500,000 in total services were provided by the two major entities and, yet, the net difference amounted to less than \$50,000. This past practice of convenience, however, is at variance with I.C.6-1-1-24 as noted in your report. Therefore, this practice will be terminated with the adoption of the 1982 budget. As you are aware, that process of budget development will begin in the Spring of '81 and conclude with the adoption of Civil City budgets by the Common Council in August. To accomplish this change in procedure we will be instituting a more comprehensive internal invoicing process which will cover all expenses incurred in one entity but consumed by the other. In addition, we will establish in the 1982 Civil City budget a cash reserve fund, into which will be deposited the "transfer of profit" from the various City Utilities. These changes will result in both a corresponding increase in revenues and an increase in expenditures for the various Civil City departments enumerated in the budget process.

Education Assistance. This is the only item in the field examiner's report on which there is disagreement. It is my opinion that the City has taken all necessary steps to officially authorize educational assistance. First, State Statute makes it the purview of the Mayor to establish work rules and procedures for City personnel. Second, the City developed and updated a "Policies and Procedures Manual". This manual, on pages 58 and 59 describes the educational assistance program. Third, the City Council, in its Salary Ordinance, stipulates that "all departments must conform to the Personnel Policies..."

Automobile Leases. Any automobile leases which are used by Civil City officials with the expense being incurred by utility funds will be taken into account in the budget process as delineated above in "Trading of Services".

Civil City Expenditures Charged to Utility Funds. This comment in the field examiner's report is generically similar to that listed above under "Trading of Services". The procedure identified above will be implemented for the 1982 budget to encompass Civil City expenditures charged to utility funds.

Customer Deposits. The Board of Public Works will establish a specific procedure for the disposition of customer deposits which takes into account the requirement of I.C.32-9-1-6 et seq. The procedure will be in place by April 1, 1981.

Veterans Service Officer. The expenditure for the veterans service officer will be included in the items budgeted under the process listed above in response to the comment entitled "Trading of Services".

Water Utility.

Trading of Services. See the response listed above in the Electric Utility under the same heading.

Penalty for Late Payment. The Water Utility will begin instituting a late payment as required by general ordinance number G-27-78. Because this will require some extensive alteration to our billing mechanism it is anticipated that this change will take effect approximately July 1, 1981.

Civil City Expenditures Charged to Utility Funds. This item is generically the same as that listed under the Electric Utility, "Trading of Services". The Civil City expenditures charged to utility funds will be corrected through the procedures noted above.

Sewer Utility.

Trading of Services. See the comments listed above under the Electric Utility "Trading of Services".

Penalty on Delinquent Sewage Bills. The Sewage Utility will begin full compliance with I.C.19-2-5-23 which requires a penalty to be added to all past due sewage accounts. Since this will require an extensive adjustment to our existing billing procedures it is anticipated that this change will be in place by July 1, 1981.

Contributions in Lieu of Taxes. As was pointed out in the field examiner's report there is no statutory authority for CILT payments from the Sewage Utility. This practice will, therefore, be discontinued with the 1982 budget.

Civil City Expenditure Charged to Utility Funds. See the response under Electric Utility "Trading of Services".

We appreciate the work and cooperation exhibited by your field examiners in the preparation of their report. We find it beneficial to have the professional efforts they have displayed in the course of their examination.

The report for the years 1978 and 1979, of course, covers the period in which the previous administration was in office. This administration will do that which is necessary to come into compliance with the requirements of Indiana Statutes and more importantly to insure good management and business practices within our City Utilities' operations.

Should you have any questions regarding any of the responses listed above please feel free to contact me at your convenience.

Sincerely,



Frank W. Heyman  
City Controller

cc: Richard Worley  
Thomas E. Felger  
Win Moses, Jr.  
Mark Akers  
Alan Zirkle

FWH/kme

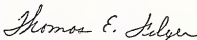
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CERTIFICATE

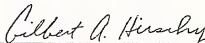
We certify that this report of the Water Utility, City of Fort Wayne, Allen County, Indiana, for the period January 1, 1978 to December 31, 1979, is true and correct to the best of our knowledge and belief.



Ted L. Ellis



Thomas E. Felger



Gilbert A. Hirsch



Garry E. Morr

Field Examiners

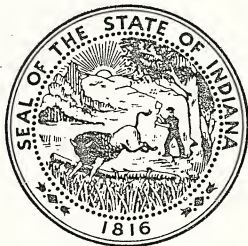
STATE BOARD OF ACCOUNTS  
912 STATE OFFICE BUILDING  
INDIANAPOLIS, INDIANA 46204

THIS REPORT SHOULD BE FILED  
AS AN OFFICIAL DOCUMENT SUBJECT  
TO PUBLIC INSPECTION

AUDIT REPORT  
OF

SEWAGE UTILITY  
CITY OF FORT WAYNE  
ALLEN COUNTY, INDIANA

January 1, 1978 to December 31, 1979



**FILED**

FEB 3 1981

*M. F. Brown*  
STATE EXAMINER

# TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Transmittal Letter . . . . .	2
Auditor's Report . . . . .	3
Balance Sheets . . . . .	4-5
Statements of Revenue and Expense . . . . .	6
Statement of Changes in Contributions and Retained Earnings . .	7
Statement of Changes in Financial Position . . . . .	8
Notes to Financial Statements . . . . .	9-12
Schedule of Long-Term Debt . . . . .	13-15
Schedule of Investments . . . . .	16
Statistical Summary . . . . .	17
Audit Results and Comments . . . . .	18-21
Response of Fort Wayne Officials to Audit Comments . . . . .	22-24
Certificate . . . . .	25

STATE BOARD OF ACCOUNTS

Mr. Kenneth R. Beesley  
State Examiner  
Indianapolis, Indiana

Dear Sir:

Pursuant to your instructions, the following report is submitted covering examination of:

OFFICE EXAMINED:	SEWAGE UTILITY, CITY OF FORT WAYNE, ALLEN COUNTY, INDIANA
Period Examined:	January 1, 1978 to December 31, 1979
Officer Examined:	Mr. Edmund A. Stanczak, Jr., General Superintendent 3818 Dalewood Drive Fort Wayne, Indiana 46815
Home Address:	
Present Officer:	Mr. Alan Zirkle Director of Operations
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802
Mayor of City:	Mr. Winfield C. Moses, Jr.,
Office Address:	Room 910, City-County Building Fort Wayne, Indiana 46802
City Controller:	Mr. Frank Heyman
Office Address:	Room 930, City-County Building Fort Wayne, Indiana 46802
Council President:	Mrs. Vivian Schmidt
Office Address:	Room 122, City-County Building Fort Wayne, Indiana 46802
Accounting Supervisor:	Mr. Thomas E. Hohman
Office Address:	Room 480, City-County Building Fort Wayne, Indiana 46802

Ted L. Ellis  
Thomas E. Felger  
Gilbert A. Hirschy  
Garry E. Morr

Field Examiners



## STATE BOARD OF ACCOUNTS

912 State Office Building

## AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF FORT WAYNE

We have examined the balance sheets of the Sewage Utility of the City of Fort Wayne, Indiana as of December 31, 1979 and 1978, and the related statements of revenues and expenses, changes in contributions and retained earnings, and changes in financial position for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and other auditing procedures as we considered necessary in the circumstances.

As more fully described in Note 2 to the financial statements the Sewage Utility has not disclosed minimum funding requirements for the Municipal Public Utility Pension Plan as required by generally accepted accounting principles.

In our opinion, subject to the effects on the financial statements of the matter discussed in the preceding paragraph, the financial statements referred to above present fairly the financial position of the Sewage Utility of the City of Fort Wayne, Indiana as of December 31, 1979 and 1978, and the results of its operations and changes in its financial position for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

The accompanying supplemental schedules, Schedule of Long-Term Debt, Schedule of Investments and Statistical Summary are not necessary for a fair presentation of the financial statements but are presented as additional analytical data. This information has been subjected to the tests and other auditing procedures applied in the examination of the financial statements mentioned above and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

STATE BOARD OF ACCOUNTS

October 10, 1980

FORT WAYNE SEWAGE UTILITY  
BALANCE SHEETS  
December 31, 1978 and 1979

<u>Assets</u>	<u>December 31,</u> <u>1979</u>	<u>December 31,</u> <u>1978</u>
<b>Current Assets:</b>		
Operating Fund - Cash	\$ 433,281.83	\$ 249,426.76
Change Fund - Cash	200.00	200.00
Operating Fund - Investment	1,000,000.00	450,000.00
Customer Accounts Receivable - Utility Service	196,893.18	188,566.32
Provision for Uncollectible Accounts	(16,526.83)	(16,796.00)
Customer Accounts Receivable - Other	216,852.06	160,961.92
Provision for Uncollectible Accounts	(25,532.10)	(25,532.10)
Accounts Receivable - Industrial Sewer Billings	48,840.45	18,999.66
Associated Company Accounts Receivable:		
Utility	794.86	1,554.08
Other	32,188.04	73,539.95
Inter-Utility - Associated Companies	11,133.66	114,174.57
Accounts Receivable - Connections and Assessments	135,721.46	41,287.52
Fuel	19,930.01	8,756.82
Chemicals and Materials	37,161.36	15,133.28
Prepayments - Insurance	23,347.66	32,720.20
Interest Receivable - Government Securities	99,624.59	26,496.24
Accrued Utilities Revenue	355,649.28	378,878.13
Barrett Law Bonds Receivable	5,516.95	6,890.40
Employee Advances		43.04
<b>Total Current Assets</b>	<u>2,575,076.46</u>	<u>1,725,300.79</u>
<b>Restricted Assets:</b>		
Sinking Fund - Cash	591,889.94	29,784.60
Depreciation Fund - Cash	157,140.71	562,816.76
Sinking Fund - Investments	1,000,000.00	1,250,000.00
Depreciation Fund - Investments	3,100,000.00	3,000,000.00
Federal Grants Receivable	4,767,533.00	4,173,904.00
Federal Grants Receivable - State Portion	714,598.00	616,155.00
<b>Total Restricted Assets</b>	<u>10,331,161.65</u>	<u>9,632,660.36</u>
<b>Fixed Assets:</b>		
Utility Plant in Service	73,562,487.80	71,086,375.50
Accumulated Depreciation	(12,171,498.97)	(10,464,722.25)
<b>Net Utility Plant in Service</b>	61,390,988.83	60,621,653.25
Construction in Progress	5,591,387.90	3,936,781.79
Plant in Process of Reclassification	20,161.52	20,161.52
<b>Total Fixed Assets (Net)</b>	<u>67,002,538.64</u>	<u>64,578,596.56</u>
<b>Deferred Debits:</b>		
Unamortized Debt Discount and Expense	83,021.81	90,570.46
<b>Total Assets</b>	<u>\$79,991,798.17</u>	<u>\$76,027,128.17</u>

FORT WAYNE SEWAGE UTILITY  
BALANCE SHEETS  
December 31, 1978 and 1979  
(Continued)

<u>Liabilities, Contributions and Retained Earnings</u>	<u>December 31, 1979</u>	<u>December 31, 1978</u>
<b>Current Liabilities (Payable From Current Assets):</b>		
Accounts Payable	\$ 168,463.97	\$ 628,598.17
Accounts Payable - Associated Companies	104,988.45	95,224.85
Payroll Taxes Accrued - Company Expense	38,033.75	43,113.33
Interest Accrued - Revenue Bonds	282,568.70	291,394.30
Payroll Withholdings From Employees	30,074.41	33,628.00
Accrued Payroll	36,610.84	26,816.73
Current Maturities of Long-Term Debt	385,000.00	370,000.00
Monies Held in Escrow	79,852.28	56,609.85
Overdraft - Construction Fund Cash	1,101,137.06	234,794.66
Other Liabilities	<u>29,924.16</u>	<u>16,382.58</u>
<b>Total Current Liabilities</b>	<u><b>2,256,653.62</b></u>	<u><b>1,796,562.47</b></u>
<b>Deferred Credits:</b>		
Federal Grants Applied for	4,767,533.00	4,173,904.00
Federal Grants Applied for - State Portion	<u>714,598.00</u>	<u>616,155.00</u>
<b>Total Deferred Credits</b>	<u><b>5,482,131.00</b></u>	<u><b>4,790,059.00</b></u>
<b>Long-Term Liabilities:</b>		
Bonds Payable	10,990,000.00	11,375,000.00
Other Long-Term Debt	<u>74,801.47</u>	<u>94,929.92</u>
<b>Total Long-Term Liabilities</b>	<u><b>11,064,801.47</b></u>	<u><b>11,469,929.92</b></u>
<b>Contributions and Retained Earnings:</b>		
Contributions in Aid of Construction	44,286,332.02	41,290,333.68
Investment in Municipality	8,642,700.20	8,642,700.20
Retained Earnings	<u>8,259,179.86</u>	<u>8,037,542.90</u>
<b>Total Contributions and Retained Earnings</b>	<u><b>61,188,212.08</b></u>	<u><b>57,970,576.78</b></u>
<b>Total Liabilities, Contributions and Retained Earnings</b>	<u><b>\$79,991,798.17</b></u>	<u><b>\$76,027,128.17</b></u>

The accompanying notes are an integral part of the financial statements.

FORT WAYNE SEWAGE UTILITY  
STATEMENTS OF REVENUE AND EXPENSE  
Years Ended December 31, 1978 and 1979

	Year 1979	Year 1978
<u>Operating Revenues</u>		
Metered Sales	\$4,835,780.63	\$4,028,096.24
Sales to Public Authorities	89,992.08	55,976.74
Sales for Resale	616,215.93	361,331.87
Interdepartment Sales	7,997.33	5,981.65
Miscellaneous Service Revenue	88,200.06	97,774.32
Revenues From Jobbing and Contract	<u>174,680.63</u>	<u>158,079.94</u>
Total Operating Revenues	<u>5,812,866.66</u>	<u>4,707,240.76</u>
<u>Operating Expenses</u>		
Operating (Line, Pumping and Treatment)	1,501,621.07	1,628,655.93
Maintenance (Line, Pumping and Treatment)	568,868.99	593,565.27
Meter Reading Expense	114,778.81	114,414.14
Customer Readings and Collections Expense	341,075.85	313,502.44
Uncollectible Accounts	24,000.00	18,225.29
Administrative and General Salaries	241,253.70	221,870.58
Office Supplies and Other Expenses	20,601.14	21,597.45
Administrative Expenses Transferred	(41,375.15)	(50,065.70)
Outside Services Employed	48,541.11	41,232.50
Property Insurance	68,106.31	73,038.70
Injuries and Damages	48,561.13	38,771.70
Employee Pension and Benefits	255,397.04	226,674.88
Social Security, Medicare and Unemployment	144,196.84	125,524.22
Depreciation	1,720,819.12	681,200.83
Rents	57,463.14	58,312.57
Miscellaneous General Expense	<u>30,928.99</u>	<u>26,478.71</u>
Total Operating Expenses	<u>5,144,838.09</u>	<u>4,132,999.51</u>
Net Operating Income (Loss)	<u>668,028.57</u>	<u>574,241.25</u>
<u>Nonoperating Revenues</u>		
Interest Income	565,932.23	459,694.04
Miscellaneous	<u>3,450.00</u>	<u>1,205.00</u>
Total Nonoperating Revenues	<u>569,382.23</u>	<u>460,899.04</u>
Total Income	<u>1,237,410.80</u>	<u>1,035,140.29</u>
<u>Nonoperating Deductions</u>		
Interest Expense	692,842.19	713,674.74
Amortization of Bond Discount and Expense	<u>7,548.65</u>	<u>7,609.20</u>
Total Nonoperating Deductions	<u>700,390.84</u>	<u>721,283.94</u>
Net Income Before Deduction for Contribution in Lieu of Taxes	537,019.96	313,856.35
Contribution in Lieu of Taxes	<u>315,383.00</u>	<u>331,104.00</u>
Net Income (Loss)	<u>\$ 221,636.96</u>	<u>\$ (17,247.65)</u>

The accompanying notes are an integral part of the financial statements.

SEWAGE UTILITY  
STATEMENT OF CHANGES IN CONTRIBUTIONS AND RETAINED EARNINGS  
Years Ended December 31, 1978 and 1979

	Federal		State		Customers		Total		Retained Earnings	
	1978	1979	1978	1979	1978	1979	1978	1979	1978	1979
Balance, Beginning of Year	\$25,117,946.08	\$27,673,232.59	\$3,001,650.00	\$3,254,944.00	\$ 8,619,672.90	\$10,362,157.09	\$36,739,268.98	\$41,290,333.68	\$8,054,790.55	\$8,037,542.90
Add:										
Contributions	2,555,286.51	417,995.24	253,294.00	37,447.00	1,742,484.19	2,540,556.10	4,551,064.70	2,995,998.34		
Net Income (Loss) for the Year									(17,247.65)	221,636.96
Balance, End of Year	\$27,673,232.59	\$28,091,227.83	\$3,254,944.00	\$3,292,391.00	\$10,362,157.09	\$12,902,713.19	\$41,290,333.68	\$44,286,332.02	\$8,037,542.90	\$8,259,179.86

The accompanying notes are an integral part of the financial statements.

FORT WAYNE SEWAGE UTILITY  
STATEMENT OF CHANGES IN FINANCIAL POSITION  
For the Years Ended

<u>Source of Funds</u>	<u>December 31, 1979</u>	<u>December 31, 1978</u>
<b>Operations:</b>		
Net Income (Loss) for the Year	\$ 221,636.96	\$ (17,247.65)
Items Not Requiring Current Outlay of Funds:		
Depreciation Expense	1,720,819.12	681,200.83
Amortization of Bond Discount and Expense	7,548.65	7,609.20
Total From Operations	<u>1,950,004.73</u>	<u>671,562.38</u>
Decrease in Net Restricted Assets	460,959.06	29,728.50
Contributions in Aid of Construction	<u>2,995,998.34</u>	<u>4,543,650.79</u>
Total	<u><u>\$5,406,962.13</u></u>	<u><u>\$5,244,941.67</u></u>
 <u>Application of Funds</u>		
Additions to Utility Plant in Service	4,144,760.81	5,202,122.08
Increase in Working Capital	<u>1,262,201.32</u>	<u>42,819.59</u>
Total	<u><u>\$5,406,962.13</u></u>	<u><u>\$5,244,941.67</u></u>
	<u>Increase (Decrease)</u>	<u>Increase (Decrease)</u>
Various Elements of Net Increase in Working Capital		
Cash	\$ 183,855.07	\$ 226,841.30
Investments	550,000.00	(750,000.00)
Accounts Receivable	43,608.86	270,892.03
Fuel	11,173.19	1,301.58
Chemicals and Materials	22,028.08	(6,650.51)
Prepayments - Insurance	(9,372.54)	(3,381.48)
Interest Receivable	73,128.35	7,203.39
Accrued Utilities Revenue	(23,228.85)	140,508.24
Barrett Law Bonds Receivable	(1,373.45)	(1,150.20)
Employee Advances	(43.04)	(2,177.62)
Accounts Payable	450,370.60	181,040.35
Accrued Payroll Taxes	8,633.17	(13,424.94)
Accrued Payroll	(9,794.11)	(2,980.96)
Monies Held in Escrow	(23,242.43)	(3,062.68)
Other Liabilities	<u>(13,541.58)</u>	<u>(2,138.91)</u>
Total	<u><u>\$1,262,201.32</u></u>	<u><u>\$ 42,819.59</u></u>

The accompanying notes are an integral part of the financial statements.

# NOTES TO FINANCIAL STATEMENTS

## Note 1. Summary of Significant Accounting and Reporting Policies

The accounts of the Utility are maintained and the financial statements are presented on the accrual basis of accounting. Under the accrual basis of accounting revenues are recognized when earned and expenses are recognized when incurred.

## Note 2. Pensions

### Public Employees' Retirement:

The Fort Wayne Sewage Utility has a pension plan agreement with Indiana Public Employees' Retirement Fund, a department of the State of Indiana. The Sewage Utility is paying the normal cost of this plan. The total pension expense under this plan for the years 1979 and 1978, was \$127,710.24 and \$121,366.05, respectively. This expense includes amortization of prior service costs over a period of forty years from date of inception. The plan was entered into in 1947. According to information provided by Public Employees' Retirement Fund the actuarially computed required reserve, assets held, and unfunded liability are as follows:

	<u>June 30, 1980</u>	<u>June 30, 1979</u>
Required Reserve	\$1,150,480.68	\$1,015,178.36
Assets Held by Public Employees' Retirement Fund	<u>311,641.34</u>	<u>357,532.49</u>
Unfunded Accrued Liability	<u>\$ 838,839.34</u>	<u>\$ 657,645.87</u>

### Municipal Public Utility Retirement:

The Fort Wayne Sewage Utility pays the actual cost of benefits and administrative expense of the municipal public utility pension plan for employees retiring under this plan prior to July 1, 1976. Prior to that date an employee had to be under forty years of age to be covered under this plan. After July 1, 1976, those employees belonging to the municipal public utility pension plan are covered by the Public Employees' Retirement Fund described above. An actuarial study had not been made on which to base the annual normal cost of this municipal public utility pension plan. Benefits are paid currently. Sufficient data concerning vested benefits of retired employees had not been calculated in order to determine and disclose minimum funding requirements as required under generally accepted accounting principles. No provision has been made to fund prior service cost. During 1979 and 1978, the Sewage Utility paid \$12,179.31 and \$13,880.76 respectively, to the Municipal Utility Pension Plan to cover retired employees or beneficiaries.

NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 3. Utility Plant Assets

The utility assets are stated at cost. Utility plant assets are depreciated based upon applying to the beginning asset group balance, a percentage determined by the estimated economic life of the asset. At the time of retirement, the accumulated depreciation account is charged with the cost of the asset retired and the cost of removal, and it is credited with the salvage value and any other amounts recovered.

Note 4. Inventories

Inventories of materials and supplies are accounted for at the lower of cost or market using the first in, first out method.

Note 5. Bond Discount and Expense

Bond discount and expense is being amortized over the life of the respective bond issues using the bonds outstanding method.

Note 6. Utility General and Administrative Expenses

All expenses of the Technical Services Department, Customer Information, Meter Readers, Utility Accounting, Superintendent's Office, Data Processing, Office Services, Payroll, Personnel and Safety, Public Relations, and other administrative expenses not chargeable to any one utility, are paid by the Electric Utility. The Technical Services Department and Office Services charge those departments that use their services and/or supplies. Any balance remaining in those two departments and the cost of the other departments are then billed on a pro-rata basis of 48% to the Sewage Utility. The cost of some of the above departments include some civil city expenses.

Note 7. Accrued Utility Revenue

The utility accrues revenues for estimated sewage services earned as of December 31 but not yet billed.

NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 8. Vacation Leave and Sick Leave

The vacation and sick leave policy may vary depending upon the union which an employee is a member. An employee may not belong to a union or may belong to one of the following unions:

International Union of Operating Engineers Local 19,  
International Association of Machinists and Aerospace  
Workers Local 2569, 2570, and 2571, Office and Profes-  
sional Employees International Local 325, International  
Brotherhood of Firemen and Oilers Local 28, or Inter-  
national Brotherhood of Chauffeurs, Teamsters, and  
Warehousemen and Helpers of America Local 414.

Generally, the employees of the City Utilities receive the following:

Vacation Leave:

Length of Service

Six Months to One Year	1 Week
One Year to Ten Years	2 Weeks
Ten Years to Fifteen Years	3 Weeks
Fifteen Years to Twenty-Five Years	4 Weeks
Over Twenty-Five Years	5 Weeks

Vacation leave can only be accumulated at the end of the year upon special circumstances upon mutual convenience.

Sick Leave:

An employee earns 2.31 hours of sick leave per week of full employment. Sick leave may be accumulated.

The amount of accumulated vacation and sick leave is not significant and has not been recognized in the financial statements.

NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 9. Grants Receivable

The collection of grants receivable depends upon certain construction and contract negotiations with a privately owned utility to be completed as of the balance sheet date. Subsequent to the balance sheet date, the Utility entered into a long-term agreement with a privately owned sewage utility for the treatment of sewage material. This subsequent agreement allows the Utility to receive the state and federal grants relating to funds expended for utility plant additions.

Note 10. Changes in Rates

A comparison of some of these changes are as follows:

Increase in rates effective, September 16, 1978:

	Prior to <u>9-16-78</u>	After <u>9-16-78</u>
Period Cubic Feet:		
Domestic	\$ .323	\$ .462
Manufacturing	.323	.375
Flat Charge:		
In-Zone	4.75	6.70
Out-of-Zone	6.46	9.11

Decrease in rates effective, July 5, 1979:

	Prior to <u>7-5-79</u>	After <u>7-5-79</u>
Per 100 Cubic Feet:		
Domestic	\$ .462	\$ .444
Manufacturing	.375	.360
Flat Charge-In City:		
In-Zone	6.70	4.44
Out-of-Zone	9.11	6.04
Flat Charge-Out of City:		
In-Zone	6.70	5.33
Out-of-Zone	9.11	7.25

SEWAGE UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979

Description	Interest	Annual Payments		Authorized	Retired	Outstanding
	Rate	Amount	Year	and Issued		
Revenue Bonds						
Purpose: Sewage Works						
Term: 11-1-59 to 8-1-90						
Interest Payments: August and						
February 1st, Each Year	5%	\$110,000.00	(1960)	\$ 110,000.00	\$ 110,000.00	\$
		50,000.00	(1961)	50,000.00	50,000.00	
		40,000.00	(1962)	40,000.00	40,000.00	
		45,000.00	(1963-65)	135,000.00	135,000.00	
		50,000.00	(1966-67)	100,000.00	100,000.00	
		55,000.00	(1968-69)	110,000.00	110,000.00	
		65,000.00	(1970)	65,000.00	65,000.00	
3 7/8%		65,000.00	(1971-72)	130,000.00	130,000.00	
		70,000.00	(1973)	70,000.00	70,000.00	
		80,000.00	(1974-1977)	320,000.00	320,000.00	
		90,000.00	(1978)	90,000.00	90,000.00	
		95,000.00	(1979)	95,000.00	95,000.00	
		95,000.00	(1980)	95,000.00		95,000.00
		105,000.00	(1981-82)	210,000.00		210,000.00
		110,000.00	(1983-84)	220,000.00		220,000.00
		120,000.00	(1985)	120,000.00		120,000.00
		130,000.00	(1986)	130,000.00		130,000.00
		135,000.00	(1987)	135,000.00		135,000.00
		140,000.00	(1988)	140,000.00		140,000.00
3 1/2%		135,000.00	(1989)	135,000.00		135,000.00
		100,000.00	(1990)	100,000.00		100,000.00
Totals				2,600,000.00	1,315,000.00	1,285,000.00
Revenue Bonds						
Purpose: Sewage Works						
Term: 8-1-61 to 8-1-93						
Interest Payments: February and						
August 1st, Each Year	3 3/4%	30,000.00	(1963-71)	270,000.00	270,000.00	
		35,000.00	(1972-73)	70,000.00	70,000.00	
		40,000.00	(1974)	40,000.00	40,000.00	
		40,000.00	(1975-76)	80,000.00	80,000.00	
		45,000.00	(1977-78)	90,000.00	90,000.00	
		50,000.00	(1979)	50,000.00	50,000.00	
		50,000.00	(1980)	50,000.00		50,000.00
		60,000.00	(1981-83)	180,000.00		180,000.00
	3 3/4%	70,000.00	(1984-86)	210,000.00		210,000.00
		80,000.00	(1987-89)	240,000.00		240,000.00
		90,000.00	(1990)	90,000.00		90,000.00
		145,000.00	(1991)	145,000.00		145,000.00
		250,000.00	(1992)	250,000.00		250,000.00
		135,000.00	(1993)	135,000.00		135,000.00
Totals				1,900,000.00	600,000.00	1,300,000.00

SEWAGE UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979  
(Continued)

<u>Description</u>	<u>Interest Rate</u>	<u>Annual Payments</u>		<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
		<u>Amount</u>	<u>Year</u>			
Revenue Bonds						
Purpose: Sewage Works	7%	\$ 50,000.00	(1971)	\$ 50,000.00	\$ 50,000.00	\$
Term: 8-1-71 to 8-1-95		55,000.00	(1972-73)	110,000.00	110,000.00	
Interest Payments: February and August 1st, Each Year		60,000.00	(1974-75)	120,000.00	120,000.00	
		65,000.00	(1976)	65,000.00	65,000.00	
		70,000.00	(1977)	70,000.00	70,000.00	
		75,000.00	(1978)	75,000.00	75,000.00	
		80,000.00	(1979)	80,000.00	80,000.00	
		85,000.00	(1980)	85,000.00		85,000.00
	6.70%	90,000.00	(1981)	90,000.00		90,000.00
	6.50%	95,000.00	(1982)	95,000.00		95,000.00
		100,000.00	(1983)	100,000.00		100,000.00
		110,000.00	(1984)	110,000.00		110,000.00
	6.70%	120,000.00	(1985)	120,000.00		120,000.00
		130,000.00	(1986)	130,000.00		130,000.00
	6.90%	140,000.00	(1987)	140,000.00		140,000.00
		150,000.00	(1988)	150,000.00		150,000.00
	7%	165,000.00	(1989)	165,000.00		165,000.00
		180,000.00	(1990)	180,000.00		180,000.00
		190,000.00	(1991)	190,000.00		190,000.00
		205,000.00	(1992)	205,000.00		205,000.00
		215,000.00	(1993)	215,000.00		215,000.00
		225,000.00	(1994)	225,000.00		225,000.00
		230,000.00	(1995)	230,000.00		230,000.00
Totals				<u>3,000,000.00</u>	<u>570,000.00</u>	<u>2,430,000.00</u>

SEWAGE UTILITY  
SCHEDULE OF LONG-TERM DEBT  
December 31, 1979  
(Continued)

Description	Interest Rate	Annual Payments		Authorized and Issued	Retired	Outstanding
		Amount	Year			
Revenue Bonds						
Purpose: Sewage Works						
Term: 8-1-75 to 8-1-1997	7%	\$100,000.00	1975	\$ 100,000.00	\$ 100,000.00	
		125,000.00	1976	125,000.00	125,000.00	
		135,000.00	(1977-78)	270,000.00	270,000.00	
		145,000.00	(1979)	145,000.00	145,000.00	
		155,000.00	(1980-81)	310,000.00		\$ 310,000.00
		175,000.00	(1982)	175,000.00		175,000.00
		190,000.00	(1983)	190,000.00		190,000.00
		195,000.00	(1984)	195,000.00		195,000.00
		205,000.00	(1985)	205,000.00		205,000.00
		215,000.00	(1986)	215,000.00		215,000.00
		220,000.00	(1987)	220,000.00		220,000.00
		240,000.00	(1988)	240,000.00		240,000.00
	6½%	265,000.00	(1989)	265,000.00		265,000.00
		315,000.00	(1990)	315,000.00		315,000.00
		395,000.00	(1991)	395,000.00		395,000.00
		320,000.00	(1992)	320,000.00		320,000.00
		475,000.00	(1993)	475,000.00		475,000.00
		650,000.00	(1994)	650,000.00		650,000.00
	6 7/10%	710,000.00	(1995)	710,000.00		710,000.00
		740,000.00	(1996)	740,000.00		740,000.00
	5%	740,000.00	(1997)	740,000.00		740,000.00
Totals				<u>7,000,000.00</u>	<u>640,000.00</u>	<u>6,360,000.00</u>
Total Revenue Bonds				<u>\$14,500,000.00</u>	<u>\$3,125,000.00</u>	<u>\$11,375,000.00</u>
Purchase Agreements Payable:						
Xerox Machine Purchase Agreement						
Issue Date: 9-1-77						
Maturity Date: 9-1-82				\$ 69,222.60	\$ 32,322.70	\$ 36,899.90
Baer Field Interceptor Agreement						
Issue Date: 11-1-69				<u>80,000.00</u>	<u>42,098.43</u>	<u>37,901.57</u>
Total Other Long-Term Debt				<u>\$ 149,222.60</u>	<u>\$ 74,421.13</u>	<u>\$ 74,801.47</u>

SEWAGE UTILITY  
SCHEDULE OF INVESTMENTS  
December 31, 1979

<u>Description</u>	<u>Certificate Number</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Purchase Cost</u>	<u>Maturity Value</u>
Indiana National Bank-C.D.	9804	12.75	1-9-80	\$ 550,000.00	\$ 550,000.00
Indiana National Bank-C.D.	9823	13.25	1-23-80	250,000.00	250,000.00
Indiana National Bank-C.D.	9833	13.5	1-30-80	150,000.00	150,000.00
Fort Wayne National Bank-C.D.	96149	13	2-1-80	300,000.00	300,000.00
Indiana National Bank-C.D.	9838	13.5	2-6-80	850,000.00	850,000.00
Peoples Trust Bank-C.D.	91340	12	6-19-80	1,000,000.00	1,000,000.00
Peoples Trust Bank-C.D.	93922	12.5	7-2-80	1,000,000.00	1,000,000.00
Peoples Trust Bank-C.D.	93944	13.5	7-16-80	<u>1,000,000.00</u>	<u>1,000,000.00</u>
Total Investments				<u>\$5,100,000.00</u>	<u>\$5,100,000.00(1)</u>

- (1) The C.D.s were distributed into the following funds:  
 Operating Fund \$1,000,000.00  
 Sinking Fund \$1,000,000.00  
 Depreciation Fund \$3,100,000.00

FORT WAYNE SEWAGE UTILITY  
THREE YEAR STATISTICAL SUMMARY

	1979	1978	1977
Operating Revenues	\$ 5,812,866.66	\$ 4,707,240.76	\$ 4,017,095.51
Operating Expenses	<u>5,144,838.09</u>	<u>4,132,999.51</u>	<u>3,762,707.93</u>
Net Operating Income	668,028.57	574,241.25	254,387.58
Nonoperating Revenues	569,382.23	460,899.04	503,294.36
Nonoperating Expenses	<u>1,015,773.84</u>	<u>1,052,387.94</u>	<u>1,059,637.64</u>
Net Income (Deficit)	<u>\$ 221,636.96</u>	<u>\$ (17,247.65)</u>	<u>\$ (301,955.70)</u>
Current Assets	\$ 2,575,076.46	\$ 1,725,300.79	\$ 6,318,998.06
Restricted Assets	10,331,161.65	9,632,660.36	5,013,258.55
Utility Plant in Service	73,562,487.80	71,086,375.50	36,859,425.95
Accumulated Depreciation	(12,171,498.97)	(10,464,722.25)	(9,808,286.74)
Construction Work in Progress	5,591,387.90	3,936,781.79	32,986,374.58
Plant in Process of Reclassification	20,161.53	20,161.52	20,161.52
Unamortized Debt Discount and Expense	<u>83,021.81</u>	<u>90,570.46</u>	<u>98,179.66</u>
Total Assets	<u>\$79,991,798.17</u>	<u>\$76,027,128.17</u>	<u>\$71,488,111.58</u>
Current Liabilities	\$ 2,256,653.62	\$ 1,796,562.47	\$ 1,721,613.60
Deferred Credits	5,482,131.00	4,790,059.00	4,477,084.00
Long-Term Liabilities	11,064,801.47	11,469,929.92	11,845,240.34
Contributions	44,286,332.02	41,290,333.68	36,746,682.89
Investment in Municipality	8,642,700.20	8,642,700.20	8,642,700.20
Retained Earnings	<u>8,259,179.86</u>	<u>8,037,542.90</u>	<u>8,054,790.55</u>
Total Liabilities, Contributions and Retained Earnings	<u>\$79,991,798.17</u>	<u>\$76,027,128.17</u>	<u>\$71,488,111.58</u>

# AUDIT RESULTS AND COMMENTS

## TRADING OF SERVICES

Services were traded between the City General Fund and the City Utilities based on estimates determined by the city (which are questionable without supporting documentation) are as follows:

Service	Year 1979			Year 1978		
	Estimated Cost	% Applicable to Other Party	Amount	Estimated Cost	% Applicable to Other Party	Amount
City Utilities:						
Data Processing	\$352,567.00	25	\$ 88,142.00	\$322,000.00	25	\$ 80,500.00
Payroll	54,848.00	50	27,424.00	53,000.00	50	26,500.00
Personnel	185,511.00	50	92,755.00	167,000.00	50	83,500.00
Public Relations	63,153.00	50	31,576.00	60,000.00	50	30,000.00
Total Due City Utilities			<u>239,897.00</u>			<u>220,500.00</u>
Civil City:						
Mayor's Salary	29,900.00	25	7,475.00	29,900.00	25	7,475.00
Mayor's Adm. Assistant	19,568.00	25	4,892.00	18,375.00	25	4,593.00
Controller's Salary	27,554.00	50	13,777.00	25,872.00	50	12,936.00
Deputy Controller's Salary	21,477.00	25	5,369.00	20,166.00	25	5,041.00
Council	46,800.00	25	11,700.00	46,800.00	25	11,700.00
Chairman, Board of Works	27,554.00	60	16,532.00	25,872.00	60	15,523.00
Member, Board of Works	21,352.00	60	12,811.00	20,051.00	60	12,030.00
Member, Board of Works	21,352.00	60	12,811.00	20,051.00	60	12,030.00
Clerk Secretary	18,094.00	60	10,856.00	16,993.00	60	10,195.00
Adm. Assistant	16,604.00	40	6,641.00	15,593.00	40	6,237.00
Secretary A	10,979.00	60	6,587.00	10,309.00	60	6,185.00
Secretary B	9,896.00	60	5,937.00	9,292.00	60	5,575.00
Minute Record Clerk	10,192.00	60	6,115.00	9,571.00	60	5,742.00
Inspector A	14,541.00	30	4,362.00	13,654.00	30	4,096.00
Inspector A	12,177.00	25	3,044.00	11,434.00	25	2,858.00
Clerk Typist B	7,665.00	30	2,300.00	7,197.00	30	2,159.00
Ombudsman	14,609.00	50	7,304.00	13,719.00	50	6,859.00
Assistant Ombudsman	10,129.00	40	4,051.00	9,512.00	40	3,804.00
City Attorney	21,244.00	50	10,622.00	19,949.00	50	9,974.00
Associate City Attorney	12,072.00	50	6,036.00	11,338.00	50	5,669.00
City Clerk	15,500.00	25	3,875.00	15,300.00	25	3,875.00
Council Attorney	16,774.00	25	4,193.00	15,750.00	25	3,937.00
Purchasing-From Budget	82,330.00	50	<u>41,165.00</u>	82,896.00	50	<u>41,448.00</u>
Total Due Civil City			<u>208,455.00</u>			<u>199,941.00</u>
Net Difference in Services Paid to City Utilities			<u>\$ 31,442.00</u>			<u>\$ 20,559.00</u>

AUDIT RESULTS AND COMMENTS  
(Continued)

TRADING OF SERVICES (Continued)

	<u>Year 1979</u>	<u>Year 1978</u>
Receipted to Electric Utility and Prorated 48% to Water Utility and 48% to Sewage Utility		\$20,559.00
Reduction to Contributions in Lieu of Taxes for Year:		
Water Utility	\$ 7,071.00	
Sewage Utility	7,071.00	
Receipted to Water Utility	8,650.00	
Receipted to Sewage Utility	<u>8,650.00</u>	
Totals	<u>\$31,442.00</u>	<u>\$20,559.00</u>

The City Controller was informed that your examiners are unaware of statutory authority for the trading of services. The exchange of service without an exchange of cash does not allow for a public hearing prior to the expenditure as provided by IC 6-1.1-17.

PENALTY ON DELINQUENT SEWAGE BILLS

It has been a practice of the Sewage Utility to add a ten percent penalty to the delinquent sewage bills that are recorded as a lien on the property and certified to the County Auditor for collection but not all past due sewage bills.

It was brought to the officials attention that IC 19-2-5-23 requires a ten percent penalty to be added to all past due bills.

CONTRIBUTIONS IN LIEU OF TAXES

Contributions in lieu of taxes of \$315,383.00 and \$331,104.00 for the years 1979 and 1978, respectively, were transferred to the General Fund of the City of Fort Wayne.

As mentioned in the previous Field Examiners' Report, the City Controller was informed that we are unaware of statutory authority for such contributions to be made from funds of a sewage utility.

AUDIT RESULTS AND COMMENTS  
(Continued)

CIVIL CITY EXPENDITURES CHARGED TO UTILITY FUNDS

During the period examined, civil city expenses were paid from utility funds as follows:

Department	Cost of Department	% Civil City	Civil City Portion	Civil City Expense Prorated to		
				Electric	Water	Sewage
Year 1978:						
Data Processing	\$305,873.75	25 (1)	\$ 76,468.44	\$ 3,058.74	\$ 36,704.85	\$ 36,704.85
Payroll	52,923.84	50 (1)	26,461.92	1,058.48	12,701.72	12,701.72
Personnel	167,909.57	50 (1)	83,954.79	3,358.19	40,298.30	40,298.30
Public Relations	59,690.85	50 (1)	29,845.43	1,193.81	14,325.81	14,325.81
Garage Loss	71,376.50	57 (2)	40,684.61	40,684.61		
Totals-1978			<u>\$257,415.19</u>	<u>\$49,353.83</u>	<u>\$104,030.68</u>	<u>\$104,030.68</u>
Year 1979:						
Data Processing	\$345,845.60	25 (1)	\$ 86,461.40	\$ 3,458.46	\$ 41,501.47	\$ 41,501.47
Payroll	55,451.53	50 (1)	27,725.77	1,109.03	13,308.37	13,308.37
Personnel	194,552.02	50 (1)	97,276.01	3,891.05	46,692.48	46,692.48
Public Relations	64,561.15	50 (1)	32,280.58	1,291.22	15,494.68	15,494.68
Garage Loss	63,199.30	58 (2)	36,655.59	36,655.59		
Totals-1979			<u>\$280,399.35</u>	<u>\$46,405.35</u>	<u>\$116,997.00</u>	<u>\$116,997.00</u>

NOTES:

- (1) Based on estimates determined by the City (See Audit Results and Comments, Page 18).
- (2) Based on revenue for the year as follows:

	Year 1978	Year 1979
Civil City	57%	58%
Inter-Utility	43	42
Totals	<u>100%</u>	<u>100%</u>

The City Controller was advised that all civil city expenses must be budgeted and paid from civil city funds. The procedure of paying civil city expenses from funds of the city utilities is not authorized by law and defeats the purpose of the budget law and is in conflict with the bond ordinances of the water and sewage utilities.

AUDIT RESULTS AND COMMENTS  
(Continued)

OFFICIAL BONDS

Mr. Edmund A. Stanczak, Jr., Superintendent, is bonded by the Indiana Insurance Company in the amount of \$50,000.00. This bond is for a term beginning August 4, 1978, and until a successor is duly qualified, and is recorded in the office of the Recorder of Allen County.

Cashiers are each bonded in the amount of \$5,000.00 with the Indiana Insurance Company, as surety. Bonds covering the period examined are dated January 1, 1976, are for the faithful performance of duties and are filed and recorded in the office of the Recorder of Allen County. All employees of the utility are also covered by a faithful performance blanket position bond in the amount of \$5,000.00 on each employee, carried by the City of Fort Wayne on city employees. The current bond is dated January 1, 1976, with the Indiana Insurance Company, as surety, and is filed and recorded in the office of the Recorder of Allen County.

Current bonds for Cashiers, Ms. Joy Jean Oman and Ms. Jackie Hennig, and Supervisor, Ms. Donna K. Colestock, in the amount of \$5,000.00 with the Fidelity and Deposit Company of Maryland, as surety, are dated January 1, 1980. These bonds are for the faithful performance of duties and are on file in the Deputy City Controller's Office. The Deputy City Controller was informed that these bonds must be recorded in the office of the Recorder of Allen County.

EXIT CONFERENCE

This report was discussed with Mr. Frank Heyman, City Controller; Mr. Alan Zirkle, Director of Operations; Mr. Mark Akers, Chairman of Board of Works; and Mr. Thomas Hohman, Utilities Accounting Supervisor; on October 10, 1980. City Controller, Mr. Frank Heyman, responded to the matters discussed in this report in a letter dated November 18, 1980 which was received by the State Board of Accounts on November 24, 1980. This letter has been included in this report on pages 22 through 24.



# The City of Fort Wayne

November 18, 1980

Mr. Kenneth R. Beesley  
State Examiner  
State Board of Accounts  
912 State Office Building  
Indianapolis, Indiana

Dear Mr. Beesley:

This letter is in response to the field examiner's report on the records of the Fort Wayne City Electric, Water and Sewage Utilities for the years 1978 and 1979.

I will respond to each of the comments identified by the field examiners in the following order: the Electric Utility, the Water Utility and, finally, the Sewer Utility. In each section I will refer to the comment by the heading listed by the field examiners.

## Electric Utility.

Travel Advances. The practice of making advances for travel expenses has been terminated.

Trading of Services. The practice of trading services provided by Civil City to the City Utilities and, conversely provided by City Utilities to the Civil City has been one of accounting convenience. As your field examiner's report indicated, nearly \$500,000 in total services were provided by the two major entities and, yet, the net difference amounted to less than \$50,000. This past practice of convenience, however, is at variance with I.C.6-1-1-24 as noted in your report. Therefore, this practice will be terminated with the adoption of the 1982 budget. As you are aware, that process of budget development will begin in the Spring of '81 and conclude with the adoption of Civil City budgets by the Common Council in August. To accomplish this change in procedure we will be instituting a more comprehensive internal invoicing process which will cover all expenses incurred in one entity but consumed by the other. In addition, we will establish in the 1982 Civil City budget a cash reserve fund, into which will be deposited the "transfer of profit" from the various City Utilities. These changes will result in both a corresponding increase in revenues and an increase in expenditures for the various Civil City departments enumerated in the budget process.

Education Assistance. This is the only item in the field examiner's report on which there is disagreement. It is my opinion that the City has taken all necessary steps to officially authorize educational assistance. First, State Statute makes it the purview of the Mayor to establish work rules and procedures for City personnel. Second, the City developed and updated a "Policies and Procedures Manual". This manual, on pages 58 and 59 describes the educational assistance program. Third, the City Council, in its Salary Ordinance, stipulates that "all departments must conform to the Personnel Policies..."

Automobile Leases. Any automobile leases which are used by Civil City officials with the expense being incurred by utility funds will be taken into account in the budget process as delineated above in "Trading of Services".

Civil City Expenditures Charged to Utility Funds. This comment in the field examiner's report is generically similar to that listed above under "Trading of Services". The procedure identified above will be implemented for the 1982 budget to encompass Civil City expenditures charged to utility funds.

Customer Deposits. The Board of Public Works will establish a specific procedure for the disposition of customer deposits which takes into account the requirement of I.C.32-9-1-6 et seq. The procedure will be in place by April 1, 1981.

Veterans Service Officer. The expenditure for the veterans service officer will be included in the items budgeted under the process listed above in response to the comment entitled "Trading of Services".

#### Water Utility.

Trading of Services. See the response listed above in the Electric Utility under the same heading.

Penalty for Late Payment. The Water Utility will begin instituting a late payment as required by general ordinance number G-27-78. Because this will require some extensive alteration to our billing mechanism it is anticipated that this change will take effect approximately July 1, 1981.

Civil City Expenditures Charged to Utility Funds. This item is generically the same as that listed under the Electric Utility, "Trading of Services". The Civil City expenditures charged to utility funds will be corrected through the procedures noted above.

#### Sewer Utility.

Trading of Services. See the comments listed above under the Electric Utility. "Trading of Services".

Penalty on Delinquent Sewage Bills. The Sewage Utility will begin full compliance with I.C.19-2-5-23 which requires a penalty to be added to all past due sewage accounts. Since this will require an extensive adjustment to our existing billing procedures it is anticipated that this change will be in place by July 1, 1981.

Contributions in Lieu of Taxes. As was pointed out in the field examiner's report there is no statutory authority for CILT payments from the Sewage Utility. This practice will, therefore, be discontinued with the 1982 budget.

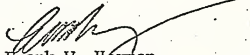
Civil City Expenditure Charged to Utility Funds. See the response under Electric Utility "Trading of Services".

We appreciate the work and cooperation exhibited by your field examiners in the preparation of their report. We find it beneficial to have the professional efforts they have displayed in the course of their examination.

The report for the years 1978 and 1979, of course, covers the period in which the previous administration was in office. This administration will do that which is necessary to come into compliance with the requirements of Indiana Statutes and more importantly to insure good management and business practices within our City Utilities' operations.

Should you have any questions regarding any of the responses listed above please feel free to contact me at your convenience.

Sincerely,



Frank W. Heyman  
City Controller

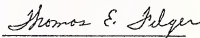
cc: Richard Worley  
Thomas E. Felger  
Win Moses, Jr.  
Mark Akers  
Alan Zirkle

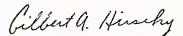
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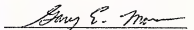
CERTIFICATE

We certify that this report of the Sewage Utility, City of Fort Wayne, Allen County, Indiana, for the period January 1, 1978 to December 31, 1979, is true and correct to the best of our knowledge and belief.

  
Ted L. Ellis

  
Thomas E. Felger

  
Gilbert A. Hirschy

  
Garry E. Morr

Field Examiners

COMMITTEE SESSION  
TUESDAY  
FEBRUARY 17, 1981.

APPOINTMENT TO THE METROPOLITAN HUMAN RELATIONS COMMISSION  
BY THE COMMON COUNCIL.

The following vote was taken by the City Clerk;

Richard Hill

John P. Henning

Susan Stone-Helmke

3

3

3

Each person received the same number of votes. In order to break the tie vote, a motion was made by D. Schmidt and seconded by V. Schmidt to suspend the rules and draw up the following ordinance:

SUSPENSION OF RULES

BILL NO. G-81-02-38

Councilman D. Schmidt moved to suspend the rules on the passage of Bill No. G-81-02-38, at the meeting of the Common Council of the City of Fort Wayne, Indiana held on Tuesday, the 17th day of February, 1981. Said motion was seconded by Councilwoman V. Schmidt, and duly passed by unanimous vote of all legally elected members of the Common Council. The above Bill No. G-81-02-38 was then placed on passage.

Date: 2-17-81

Charles W. Westerman  
City Clerk

John Nuckols  
Presiding Officer

Ayes: Nine

Burns, Eisbart, GiaQuinta, Nuckols, D. Schmidt, V. Schmidt,  
Schomburg, Stier, Talarico

Nays: None

Passed and adoted by the Common Council of the Ctiy of Fort Wayne, Indiana,  
as General Ordinance No. G-04-81

ATTEST:

(SEAL)

Date: 2-17-81

Charles W. Westerman  
City Clerk

GENERAL ORDINANCE NO. G-04-81

AN ORDINANCE regulating the method of  
choice of appointees to Board and Commissions

BE IT ORDAINED by the Common Council of the City of Fort Wayne, Indiana that the choice of members for appointment to the various boards and commissions of the City of Fort Wayne, Indiana when the Common Council is called upon to make such choice shall be in accordance with the following procedure:

Section 11 Where there are two (2) candidates the selection as to who shall be chosen shall be determined on the basis of the one of said candidates who receives the highest number of votes from the Common Council;

Section 2. Where there are more than two (2) candidates the Common Council shall choose its appointment by each member of the Common Council voting for his first, second, third, etc., choice. The first-place vote of each Councilman shall receive the highest number of points, the second-place vote shall receive the second highest number of points, and the lower votes shall receive zero points.

The candidate receiving the highest number of points shall be selected to fill the appointive position on the board or commission being filled by the Common Council of the City of Fort Wayne, Indiana.

Section 3. This ordinance shall be in full force and effect on February 17, 1981 and thereafter.

Mark E. GiaQuinta  
Councilman

Read the third time in full and on motion by D. Schmidt, seconded by V. Schmidt and duly adopted, placed on its passage. Passed by the following vote:

Ayes: Nine

Burns, Eisbart, GiaQuinta, Nuckols, D. Schmidt, V. Schmidt,  
Schomburg, Stier, Talarico

Nays: None

Date: 2-17-81

Charles W. Westerman  
City Clerk

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana as General Ordinance No. G-04-81 on the 17th day of February, 1981.

ATTEST:

(SEAL)

Charles W. Westerman  
City Clerk

John Nuckols  
Presiding Officer

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 18th day of February, 1981, at the hour of 11:00 o'clock A.M., E.S.T.

Charles W. Westerman  
City Clerk

Approved and signed by me this 19th day of February, 1981, at the hour of 3:00 o'clock P.M., E.S.T.

Win Moses, Jr.  
Mayor

A vote was again taken:

Richard Hill

John P. Henning

Susan Stone-Helmke

8

12

7

John P. Henning, is Common Council's appointment to the Metropolitan Human Relations Commission.

REGARDING APPLE GLEN -- BILL NO. Z-71-01-12 (AS AMENDED)

The following motion was made by Councilman Mark GiaQuinta and seconded by Councilwoman Vivian Schmidt.

I move at this time that the City Council not send the Apple Glen bill, which I believe is numbered Z-18-01-12 (as amended), on to the Plan Commission and that we instruct the City Clerk to retrieve the bill from the Plan Commission.

YES  
5

NO  
4

Motion passed.

The following second motion was made by Councilman Mark GiaQuinta and seconded by Councilman Ben Eisbart:

The second motion I have would be to retain Attorney Ralph Blume, who is an expert on zoning matters, in order to determine whether the procedure we followed was proper.

YES  
5

NO  
4

Motion passed.

A formal vote was taken in the Council Chamber regarding Bill No. Z-81-01-12 (as amended).

THE COUNCIL THEN ADJOURNED.

CERTIFICATE

I hereby certify that I am the duly elected, acting and incumbent City Clerk of the City of Fort Wayne, Indiana and as such the custodian of the records of the Common Council of said City and that the above and foregoing is the true, full and complete record of the proceedings of the Common Council of the City of Fort Wayne, Indiana for its Special Session, held on Tuesday the 17th day of February, 1981, that the numbered ordinances and resolutions shown therein were duly adopted by said Common Council on said date and were presented by me to the Mayor of the City of Fort Wayne and were signed and approved or disapproved by said Mayor as and on the dates shown as to each such ordinance and resolution respectively; and that all such records, proceedings, ordinances and resolutions remain on file and record in my office.

WITNESS my hand and the official seal of the City of Fort Wayne, Indiana, this 19th day of February, 1981.

Charles W. Westerman  
City Clerk

Minutes approved and signed in open council this 24th day of February, 1981.

ATTEST:

(SEAL)

CITY CLERK

PRESIDING OFFICER

THE COUNCIL THEN ADJOURNED.

CERTIFICATE

I hereby certify that I am the duly elected, acting and incumbent City Clerk of the City of Fort Wayne, Indiana and as such the custodian of the records of the Common Council of said City and that the above and foregoing is the true, full and complete record of the proceedings of the Common Council of the City of Fort Wayne, Indiana for its Special Session, held on Tuesday the 17th day of February, 19 81 that the numbered ordinances and resolutions shown therein were duly adopted by said Common Council on said date and were presented by me to the Mayor of the City of Fort Wayne and were signed and approved or disapproved by said Mayor as and on the dates shown as to each such ordinance and resolution respectively; and that all such records, proceedings, ordinances and resolutions remain on file and record in my office.

WITNESS my hand and the official seal of the City of Fort Wayne, Indiana, this \_\_\_\_\_ day of \_\_\_\_\_, 19 \_\_\_\_.

\_\_\_\_\_  
Charles W. Westerman  
City Clerk